



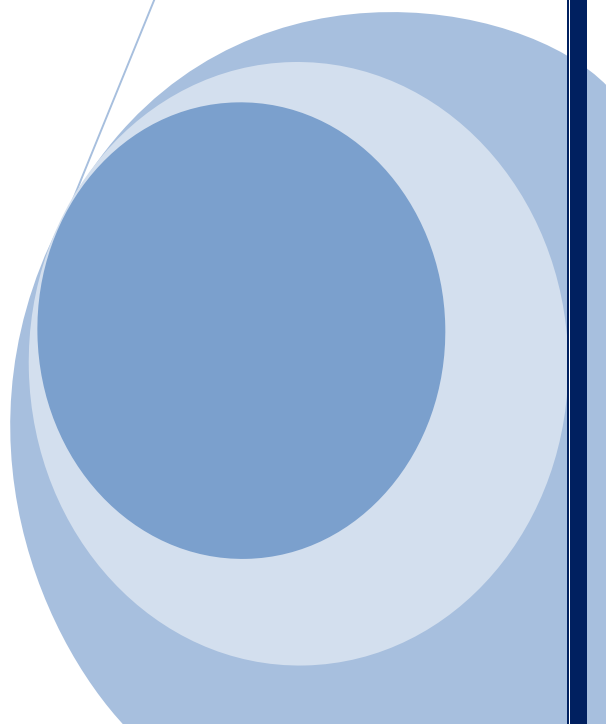
SIX-MONTH FINANCIAL REPORT

for the period 1 January 2021 to 30 June 2021
(in accordance with Article 5 of Law 3556/2007)

Companies Register No.: 41913/06/B/98/32

General Commercial Reg. No. 58240404000

91 Tsimiski St - 54635 Thessaloniki





30 June
2021

SIX-MONTH FINANCIAL REPORT
for the six-month period ended on 30 June 2021
(amounts in thousands of euro)

SIX-MONTH FINANCIAL REPORT
FOR THE PERIOD 1 JANUARY 2021 - 30 JUNE 2021
IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS

It is confirmed that the attached interim Financial Report is the one approved by the Board of Directors of "THESSALONIKI WATER SUPPLY AND SEWERAGE CO. S.A." on 23 September 2021 and has been published on the internet at www.eyath.gr.

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STATEMENTS BY BOARD OF DIRECTORS MEMBERS**(in accordance with Article 5(2) of Law 3556/2007)**

The members of the Board of Directors of the company with the corporate name "**THESSALONIKI WATER SUPPLY AND SEWERAGE CO S.A.**", trading as EYATH S.A., whose registered offices are at 91 Tsimiski St., Thessaloniki, 54 635):

1. Agis Papadopoulos, Chairman of the Board
2. Anthimos Amanatidis, CEO
3. Nikos Klitou, Board Member, Chairman of the Audit Committee

in implementation of the provisions of Article 5(2) of Law 3556/2007, hereby state and confirm, that to the best of our knowledge:

(a) the attached six-month separate and consolidated condensed financial statements for the company EYATH S.A. for the period from 1.1.2021 to 30.06.2021 which were prepared in accordance with IAS 34 accurately reflect the assets and liabilities, equity and results of EYATH S.A. and the enterprises included in the consolidation, taken as a whole, in accordance with the provisions of Article 5(3) to (5) of Law 3556/2007 and

(b) the attached six-month report of the Board of Directors of EYATH S.A. accurately reflects the developments, performance and position of EYATH S.A. and the enterprises included in the consolidation, taken as a whole, including a description of the main risks and uncertainties they face.

Thessaloniki, 23 September 2021

Confirmed by

Agis Papadopoulos

Anthimos Amanatidis

Nikos Klitou

Chairman of the Board of Directors

CEO

Board member
Chairman of the Audit Committee

ID Card No. AN 201633

ID Card No. AE 125155

ID Card No. AM 674658

SIX-MONTH MANAGEMENT REPORT OF THE BOARD OF DIRECTORS

(prepared in accordance with the provisions of Article 4 of Law 3556/2007 and the relevant decisions of the BoD of the Hellenic Capital Market Commission for the period 1 January 2021 - 30 June 2021)

Dear Shareholders,

In accordance with the provisions of Law 3556/2007 and the relevant decisions of the Hellenic Capital Market Commission, we are submitting to you this Six-Month Report of the Board of Directors for the current period (01/01/2021-30/6/2021).

This report contains summary financial data about the financial position and results of the Company EYATH S.A. and the EYATH S.A. Group of Companies, a description of the significant events that took place during this period, a description of the significant events that took place after the balance sheet date, a description of the projected course of business for the Group and the Company, information about the management of significant financial risks for the Group and the Company, a presentation of the significant transactions concluded between the Company and the Group and related parties, as well as other information with regard to the shares, share capital and significant agreements in force at the end of this period.

CONDENSED FINANCIAL INFORMATION ABOUT THE GROUP AND THE COMPANY

The Group consists of (a) the company under the name "THESSALONIKI WATER SUPPLY & SEWERAGE CO S.A." trading as "EYATH S.A." (hereinafter the "Company" or "EYATH S.A."), that was founded in 1998 (Law 2651/3-11-1998 (Government Gazette A 248/3-11-1998), created from the merger of the companies "Thessaloniki Water Supply Organisation S.A." (OYTH S.A.) and "Thessaloniki Sewerage Organisation S.A." (OATH S.A.), which had been converted into societies anonymes during 1997, and (b) the subsidiary EYATH SERVICES S.A. (wholly owned), which engages in the provision of all types of water supply and sewerage services, telecommunications services and the generation and sale of electricity.

It is listed on the Athens Exchange and is governed by the provisions of Law 4548/2018 on societies anonymes, as well as the provisions of Law 2937/2001, Chapter II (Government Gazette 169/A) and Law 3016/2002, as amended by Article 26 of Law 3091/2002. The Company's effective term is ninety-nine (99) years from 3.11.1998, and expires on 3.11.2097. The original Articles of Association were approved by decision no. EGA/606/26-7-2001 (Government Gazette 989/30-7-2001) and the company is entered in the Companies Register (Reg. No. 41913/06/B/98/32) and the General Electronic Commercial Registry (GCR No. 58240404000). The Company's registered offices are in a leased building at 91 Tsimiski St., Thessaloniki.

EYATH is the second largest water supply and sewerage services provider in Greece. It provides water supply services via a 2,700 km long water distribution network within its territorial remit (the wider Thessaloniki urban area and industrial area) and sewerage services via a 1,750 km long sewerage network within its territorial remit (from the river Axios, the Municipalities of Delta and Halkidona, and the high areas of the Thessaloniki urban area to the Municipality of Thermaikos at the tourist areas). The Company has over 1,000,000 people (around 510,000 water supply connections and 77000 sewerage connections). EYATH also helps with flood protection in the city of Thessaloniki, even though it is the Greek State, the Region and local government authorities which are responsible for the design, construction, and maintenance of rainwater drainage and flood protection works in general, and for cleaning the water collection shafts.

FINANCIAL INFORMATION - COURSE OF BUSINESS

The following financial information concern the EYATH S.A. Group.

Group turnover came from the sale of water supply and sewerage services and stood at € 34,905 compared to € 34,464 during the corresponding period last year, reflecting a rise of € 440 or 1.28%.

The cost of sales was € 23,061 compared to € 21,410 in the same period in 2020, up € 1,651 or 7.71%. Consequently, Gross Profit for the period ended stood at € 11,844 compared to € 13,054 for the same period last year, down € 1,210 or 9.27%. The cost of sales rose primarily due to the increased cost of repairs and maintenance work, and in particular the maintenance of the Thessaloniki Wastewater Biological Treatment Plant, and secondarily due to the increased fees and expenses of third parties in the context of implementing the investment plan.

Other operating income stood at € 3,456 compared to € 1,144, up € 2,312 or 202.14% primarily due to the fact that a section of the output (electricity and natural gas) was being rolled over from maintenance of the Thessaloniki Wastewater Biological Treatment Plant and provisions were reversed from finalising the Group's litigation.

The Group's operating expenses rose by € 659 or 11.19% primarily due to the increase in third party fees and expenses as well as sundry expenses.

Other operating expenses stood at € 513 compared to € 1,200 in the comparable six-month period in 2020, down 57.23% due to the formation of significantly lower provisions for sludge removal and the litigation compared to the first six months of 2020.

As a result of the above, Group EBT was € 8,460 compared to € 7,380 during the corresponding period last year, up € 1,080 or 14.63%. Finally, Earnings After Tax on 30/06/2021 stood at € 5,935 compared to € 4,837, up € 1,099 or 22.71% due to the above events, coupled with a drop in the tax rate from 24% to 22%.

The EYATH S.A. Group's EBITDA during the period ended stood at € 11,031 compared to € 10,216 in the same period last year, up some € 815 or 7.98%.

Finally, Group cash and cash equivalents at the end of the period on 30/06/2021 stood at € 95,705 compared to € 81,916 on 31/12/2020, an increase of € 13,788 or 16.83%.

ALTERNATIVE PERFORMANCE MEASURES ("APMs")

In its management reports and investor disclosures the Group uses Alternative Performance Measures (APMs) in addition to the financials included in its financial statements, which have been prepared in accordance with the current financial reporting framework.

The purpose in providing these measures is so that both Company Management and investors have a fuller picture of the performance, capital structure, activities and liquidity of the Group, but should not under any circumstances be taken into account independently of the measures resulting directly from the financial statements.

The APMs used by the Group are as follows:

Gross Profit Margin (%)

This measure is calculated by dividing the Gross Profit by Turnover, using the exact figures which appear in the financial statements.

EBITDA Margin (%)

This measure is widely known among the investing community and is a general performance measure, with the advantage that it isolates the impacts of financing-investing results, income tax and the main category of non-cash expenses which is depreciation.

The measure is calculated by deducting from turnover the cost of sales, selling expenses, administrative expenses, and other operating expenses, and adding other operating income and total depreciation, and then dividing by turnover. These figures are used as shown in the financial statements and notes thereto, without any adjustments.

EBIT Margin (%)

This measure, like the previous one (EBITDA) is widely known among investors and is a general performance measure, with the advantage that it can isolate the impacts of financing-investing results and income tax.

The measure is calculated by deducting from turnover the cost of sales, selling expenses, administrative expenses, and other operating expenses, and adding other operating income, and then dividing by turnover. These figures are used as shown in the financial statements, without any adjustments.

Earnings before tax / turnover (EBT Margin) (%)

This measure, like the previous one (EBIT) is widely known among investors and is a general performance measure, with the advantage that it can isolate the impacts of income tax.

The measure is calculated by deducting from turnover the cost of sales, selling expenses, administrative expenses, other operating expenses and financial expenses, and adding other operating income and financial income, and then dividing by turnover. These figures are used as shown in the financial statements, without any adjustments.

Earnings after tax / turnover (EAT Margin) (%)

This measure is widely known among investors and is a general performance measure, with the advantage that it examines the performance of net earnings after tax compared to turnover.

The measure is calculated by deducting from turnover the cost of sales, selling expenses, administrative expenses, other operating expenses, financial expenses, and income tax, and adding other operating income and financial income, and then dividing by turnover. These figures are used as shown in the financial statements, without any adjustments.

Current ratio: Total current assets / total short-term liabilities

This ratio shows the relationship between a company's equity and debt. These figures are used as shown in the financial statements, without any adjustments.

These measures are shown in the table below:

	1/1/2021-30/06/2021	1/1/2020-30/06/2020	Deviation
PERFORMANCE AND PROFITABILITY RATIOS			
Gross Profit Margin	33.93%	37.88%	-3.95%
EBITDA Margin	31.60%	29.64%	1.96%
EBIT	23.61%	20.63%	2.98%
EBT Margin	24.24%	21.41%	2.83%
EAT Margin	17.00%	14.03%	2.97%
INVESTMENT RATIOS			

Earnings per share after tax	0.1635	0.1332	22.75%
LIQUIDITY RATIOS			
	30/06/2021	31/12/2020	Deviation
General liquidity (Current assets / short-term liabilities)	5.84	11.13	-47.53%
CAPITAL STRUCTURE & VIABILITY RATIOS			
Equity / Debt	366.10%	512.98%	-146.88%

PRICING POLICY

Decision no. 416/2011 of the Board of Directors set the Company's pricing policy for the 2012-2013 period, which was ratified with Joint Ministerial Decision No. 4799/19-12-2012 (Government Gazette 3450/B/27-12-2012) of the Ministers of Finance and Macedonia-Thrace. That decision remained in effect to 30.4.2020 following successive extensions.

Article 33 of Law 4258/2014 on arrangements for setting the tariffs of EYDAP and EYATH, applied from 1.7.2015 to 31.12.2018, according to which tariffs for water supply and sewerage services were to be approved by decisions of the Special Secretary for Water, following consultations with the Minister of Finance and other relevant agencies.

In Special Secretariat for Water decision no. 135275/22.5.2017 (Government Gazette 1751/B) "on general rules for costing and billing water services, methods and procedures for recovering costs of water services for various water uses", general costing and billing rules for water services were laid down. The purpose of the decision is to approve the general costing and billing rules as well as measures to improve water services for various uses of water, and to lay down procedures and methods for recovering the cost of such services, including environmental costs and water resource costs. At the same time, the objective of the Joint Ministerial Decision is to ensure that pricing policy for water offers adequate incentives to users to efficiently use water resources and for the different uses of water to adequately contribute to recovery of the cost of water supply services. Services are charged for based on cost factors, including financial costs, environmental costs and resource costs. Financial costs are worked out by the provider (EYATH S.A. in this instance) whereas environmental and resource costs are calculated and approved by decision of the competent authority, and overall are added to tariffs as an environmental levy per m3 of water used.

Pricing policy for the 2019-2023 period recommended by EYATH S.A. to the Special Secretariat for Water was approved by decision no. 26142/180 of the Special Secretary for Water of the Ministry of the Environment and Energy (Government Gazette 1105/B/3.4.2019) and took effect on 1.5.2019. The new pricing policy follows the logic of a drop in the cost of water for lower levels of consumption, to ensure it has a social focus, and a rise in cost for high consumption to avoid natural resource wastage. At the same time, the social tariff has been retained and improved for groups of consumers who are socially and economically vulnerable; it is tied into the social and income criteria used for the social residential tariffs for electricity (tariffs A and B), which beneficiaries can access automatically without bureaucratic procedures, and without needing to submit supporting documents. An environmental levy is included in the new tariffs, which is paid over to the Green Fund to finance water resource management and protection projects. For 2021-2023 there will be a 2% annual increase in tariffs (apart from household scale one with consumption of up to 10 m3/4-months) to ensure that the Company's investment plan can be implemented (which foresees major water supply and sewerage projects, such as an extension to the Thessaloniki water treatment plant, maintenance of the Aravissos aqueduct, works to improve the water supply and sewerage networks), while the sewerage levy, fixed charges and special water cycle levy will remain firm and fixed over the tariff's 5-year period.

MAJOR EVENTS

Investment projects

During the first half of 2021 EYATH S.A. put the following works and design contracts out to tender via an open tender procedure:

- Contract entitled “First group of urgent sewerage works 2021”, with a budget of € 3.5 million (plus VAT).
- Contract entitled “First group of urgent water supply works 2021”, with a budget of € 3.0 million (plus VAT).
- Contract entitled “Maintenance of EYATH S.A. facilities in 2021” with a budget of € 900 thousand (plus VAT).
- Contract entitled “Repair of water supply network in the Rizia area of the Thessaloniki Industrial Area” with a budget of € 287.5 thousand (plus VAT).
- Study entitled “Final Design for Tanks D2a and D3a and the New Lime Saturation Sedimentation Tank at the Thessaloniki Water Treatment Plant” with a budget of € 1.4 million (plus VAT).

In addition, during the first half of 2021 EYATH S.A. launched a tender procedure to select a contractor for the following water supply and sewerage designs and projects relating to extensions to networks, repair or replacement of pipelines or new projects, etc.:

- Contract entitled “Repair and maintenance of the water supply network in Western Thessaloniki in 2020”, with a budget of € 2 million (plus VAT). The contract was signed on 23.3.2021.
- Contract entitled “Cancellation– Reconnection of water abstraction sites and replacement of water meters within EYATH S.A.'s territorial remit in 2020” with a budget of € 500 thousand (plus VAT). The contract was signed on 14.5.2021.
- Contract entitled “Sewage treatment for wastewater in the Neokastro area, southeast of the village of Galini in the Municipality of Oreokastro”, with a budget of € 1.2 million (plus VAT). The contract was signed on 1.6.2021.
- Contract entitled “Upgrade of the EYATH S.A. Management Building at 127 Egnatias St.”, with a budget of € 5 million (plus VAT). The contract was signed on 15.6.2021.
- Contract entitled “Installation of the central control station for the new water supply SCADA” with a budget of € 185 thousand (plus VAT).
- Contract entitled “Construction of an extension to the Thessaloniki Water Treatment Plant - Phase A2” with a budget of € 21.7 million (plus VAT). On 18.3.2021 the Board of Directors of EYATH S.A. issued decision No. 135/2021 awarding the project to the lowest bidding Economic Operator. A review application was filed against the Decision by a participant in the tender procedure. The Authority for the Examination of Review Applications issued a decision on the review application which annulled decision No. 135/2021 of the Board of Directors of EYATH S.A. EYATH S.A. and other participants in the tender procedure submitted applications for suspension of enforcement before the Council of State against the decision of the Authority for the Examination of Review Applications, which were rejected.

During the first half of 2021 the following contracts were signed:

- On 29/01/2021 the 3rd Individual Agreement was signed with a contractual value of € 315,216.64 (VAT excl.) under the Framework Agreement entitled: “Framework Agreement for the provision of Technical Advisor support services for designs and projects under the EYATH S.A. Strategic & Business Plan”, with a budget of € 1.32 million.

- On 17.5.2021 an additional 2nd Individual Contract was signed for the Framework Agreement entitled 'FRAMEWORK AGREEMENT TO REINFORCE - REPAIR THE ARAVISSOS AQUEDUCT' with a budget of € 946,914.23 (VAT excl.).

During the first half of 2021 EYATH S.A. commenced the process of restoring operation of tank D5 located in the Municipality of Evosmos above the ring road. In the context of this procedure, companies with specialisation and years of experience in geotechnical surveys and reinforcement of reinforced concrete structures were assigned the task of preparing the following designs:

- "Geotechnical survey and design to improve the foundations of tank D5" with a budget of € 27,500.00 (plus VAT). The contract was signed on 24.5.2021.
- "Provision of Technical Advisor services for repair of damage to the load-bearing structure and reinforcement of foundations of water supply tank D5" with a budget of € 10,500.00 (plus VAT). The contract was signed on 24.5.2021.

The following contracts are currently under way:

- "Operation and Maintenance of the Waste Water Treatment Plant in the Wider Thessaloniki Area"
During December 2020 the tender procedure No. Δ1/2016 for the "Operation and Maintenance of the Thessaloniki Wider Area Waste Water Treatment Plant" ended and a 5-year contract was signed with the contractor for the sum of € 42,087,089 which stated that in addition to more general effective operation, maintenance, sanitary monitoring and overall responsibility of the Thessaloniki Waste Water Treatment Plant, it also included: a) major additional maintenance works / repairs / upgrades / replacement / addition of equipment (additional operational interventions) and b) energy optimisation interventions for the facilities to reduce the Thessaloniki Wastewater Treatment Plant's energy footprint. It also includes the design, supply, installation and operation of a 1MW photovoltaic park.
- "Works to complete connection of the Thessaloniki low-lying areas"

It consists of 5 individual sub-projects within EYATH S.A.'s territorial remit. The five (5) individual sub-projects comprising the overall project are as follows:

- An EYATH pipeline relocation study (alternative solution) under the operation entitled "Construction of the K16 grade-separated interchange at the junction of the PATHE Motorway and the Thessaloniki Inner Ring Road - Phase II".
 - Improvement - Upgrading of the A3 wastewater pumping station and construction of a discharge pipe.
 - Improvement - Upgrading of the A4 wastewater pumping station.
 - Diversion of wastewater from sewerage collection pipes at Agios Nektarios, Dendropotamos.
 - Extension of the sewerage collection pipe at pumping station A3 to Kalohoriou St.
- "Sewerage works to upgrade pumping stations, discharge pipes, a coastal collection pipeline and the Aeneia Waste Water Treatment Plant central pipe"

This includes sewerage works to improve - upgrade the A5 wastewater pumping station (at the port) and the A2B pumping station (in the Thessaloniki Industrial Area), to replace a twin discharge sewerage pipe for pumping station A5 at the port, construction of a coastal collection pipe for pumping station B3 and rainwater drainage pipe, upgrades to pumping station A17 at Finikas, and reconstruction of the central sewerage pipeline at the Aeneia Waste Water Treatment Plant (a sub-project which has been completed).

- *“Upgrade of the EYATH S.A. Management building at 127 Egnatias St.”*

This relates to the overall upgrade of EYATH S.A.’s management building. More specifically:

- (a) Improvement of the building’s load-bearing capacity and harmonisation with the applicable regulations (on earthquake protection, reinforced concrete, etc.).
- (b) Energy improvements to the building in line with the specifications in the Building Energy Performance Regulations. Full refurbishment of building façades
- (c) Full reconfiguration of indoor areas in line with new circumstances in terms of staff allocation and the type of uses.
- (d) Adjustment of the building to the applicable provisions of the Building Fire Protection Regulations (Presidential Decree 41/2018, Government Gazette 80/A/7.5.2018).
- (e) Full renovation so that the building can be upgraded to a state-of-the-art high-spec office building. All building and electromechanical elements in the building will be fully removed and rebuilt.
- (f) Preparing a Final Design and implementation design and all manner of supplementary designs and studies for construction of the said projects.

Moreover, the scope of this contract also includes all works or supplies and installation of equipment which are necessary for integrated construction, and flawless and efficient operation of the Project.

- *“Sewage treatment for wastewater in the Neokastro area, southeast of the village of Galini in the Municipality of Oreokastro”*

The technical scope of the contract is to carry out the wastewater sewage treatment project in the Neokastro area, southeast of the village of Galini in the Municipality of Oreokastro.

- *Framework Agreement to reinforce - repair the Aravissos aqueduct - 2nd implementing contract*

The scope of the Framework Agreement includes works to improve and repair the Aravissos aqueduct consisting of 6.0 m long Ø165cm pre-fabricated concrete pipes, which were necessary according to the approved study prepared by Professor Emeritus G. Penelis, due to the finding that over a length of 6 or 6.5 km in the Thessaloniki Industrial Area the aqueduct suffers from sporadic oxidation of the reinforcements on such a scale that certain elements of the pre-stressing reinforcements have been completely worn away.

- *“Maintenance of EYATH S.A. facilities in 2018”*

The project primarily relates to repairs and renovation of EYATH S.A.’s building facilities and the layout and fencing of the grounds. The works to be carried out are scattered across all water supply and sewerage facilities located within EYATH’s territorial remit along the length of aqueducts and at water abstraction sites in those areas (tanks, pumping stations, storerooms, workshops, boreholes, etc.).

Under this contract, the reservoirs and grounds around the Aravissos water supply pumping station will also be renovated. The work to be carried out relates to repair and renovation of building facilities in the area and reconstruction of the reservoirs.

- *“First group of urgent water supply works 2019”*

The contract seeks to replace / reinstall water supply pipes and valves, renovate and repair the water supply network, lower and relocate pipes, remove old pipes, build pumping stations, water supply shafts and other works (such as PPC meter posts to implement the new SCADA) using reinforced concrete, technical works in the network area and on external aqueducts and to build extensions and junctions which are necessary to supply water to properties in the city.

- *“First group of urgent water supply works 2018”*

The scope of this contract is to carry out urgent water supply works (replacement of pipes and valves, renovations and repairs to the network, lowering and relocation of pipes, removal of old pipes, construction of technical works in the network and on external aqueducts, etc.), construction of branches - extensions to the water supply network and work to add more - replace valves in areas where EYATH S.A. operates.

- *“First group of urgent sewerage works 2020”*

The contract being put out to tender relates to the carrying out of emergency sewerage works (construction of sections of open or closed pipes, construction of access and water collection shafts, etc.), construction of private branch lines to connect properties to the network of sewers, and construction of extensions to the sewerage network including and involving third parties in the cost of such works.

The subsidiary EYATH SERVICES S.A.

On 31.12.2016 contracts for work entered into by the subsidiary EYATH SERVICES S.A. expired but were extended to 30.6.2017 under Article 46 of Law 4440/2016. All persons engaged under such contracts sought recourse to the courts and obtained an interim order until the final judgment on the petition for injunctive relief is handed down. Athens Single-Member Court of First Instance judgment No. 1353/2018 was handed down on 1.3.2018 which rejected the injunction of the contract staff against the Company and the subsidiary EYATH SERVICES S.A. and since that date those persons have ceased offering their services to the Company. EYATH SERVICES S.A. has not provided any water supply and sewerage services in the period from 1.3.2018 to the present day. Judgment No. 2623/2020 of the Thessaloniki Single-Member Court of First Instance and irrevocable judgment No. 1248/2021 of the Single-Member Court of Appeal rejected the main action which was heard on 2.4.2019 and accepted it on its alternative basis, and obliged the parent company, EYATH S.A., to pay compensation to contract staff.

The Annual Ordinary General Meeting of Shareholders held on 14.7.2021 approved the following items on the agenda:

- Approval of the annual financial statements prepared in accordance with the IFRS, reports from the Board of Directors and the auditor for the accounting period (1.1.2020 to 31.12.2020).
- Approval of overall management of the Board of Directors for the accounting period 1.1.2020 - 31.12.2020 in accordance with Article 108 of Law 4548/2018 and release of auditors from liability in accordance with Article 117(1)(c) of Law 4548/2018.
- Approval of fees paid to the Chairman, CEO, members and secretary of the Board of Directors during 2020 and setting of fees for 2021.
- Selection of Auditing Firm and approval of its fee for statutory audit of the Annual Financial Statements and tax audit for the period 1.1.2021-31.12.2021.
- Amendment of Article 3 of the Articles of Association relating to the company's registered offices.

On 22.7.2021, the Board of Directors issued decision No. 004/21 in which it decided to change the address of the company's head offices from 127 Egnatias St. to the building at 91 Tsimiski St. and to conclude a private agreement relating to concession of areas on the 5th floor of that building by the parent company EYATH S.A.

The line-up of the Board of Directors as specified in Board Decision No. 001/2020 of 30.6.2020 is as follows:

- CHAIRMAN: Agis Papadopoulos, son of Michail, elected on 9.9.2019, whose term in office expires on 9.9.2022.
- CEO: Anthimos Amanatidis, son of Anastasios, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- VICE CHAIRMAN: Sofia Ammanatidou, daughter of Ilias, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- MEMBER: Katerina Tsikaloudaki, daughter of Georgios, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- MEMBER: Parthena Theodoridou, daughter of Antonios, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- MEMBER: Despina Lemonidou, daughter of Iordanis, elected on 9.9.2019, whose term in office expires on 9.9.2022.
- MEMBER: Dimitris Alexandris, son of Georgios, elected on 9.9.2019, whose term in office expires on 9.9.2022.

Recruitment of new staff

In implementation of BoD Decision No. 794/2020, during the first half of 2021 a total of 10 successful candidates in tender notice No. ΣΟΧ1/2020 were recruited as drivers under a fixed-term private law employment contract of 8 months.

Decision No. 204/15-4-2021 of the Board of Directors decided to commence procedures to launch a competition via the Supreme Staff Selection Council (ASEP) to fill fifty (50) posts on the basis of private law open-ended employment contracts, and Board Decision No. 286/27-5-2021 laid down the additional qualifications required for recruitment per category, sector and area of specialisation.

Following completion of the procedures required by the Company, drafting of the competition notice by the Supreme Staff Selection Council (ASEP) is still awaited.

Line-up of Board of Directors

The line-up of the Board of Directors as specified in Board Decision No. 367/2020 of 23.6.2020 is as follows:

- Agis Papadopoulos, son of Michail, Chairman, non-executive member. Elected on 2.8.2019. Term in office ends on: 1.8.2023.
- Anthimos Amanatidis, son of Anastasios, CEO, Executive Member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Grigorios Penelis, son of Georgios, Vice Chairman, independent non-executive member. Elected on 21.2.2019. Term in office ends on: 20.2.2023.
- Theodoros Koulouris, son of Nikiforos, Executive Member. Elected on: 27.8.2019. Term in office ends on: 26.8.2023.
- Nikos Klitou, son of Konstantinos, independent non-executive member, Chairman of the Audit Committee. Elected on 21.2.2019. Term in office ends on: 20.2.2023.
- Georgios Satlas, son of Nikolaos, non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Sofia Ammanatidou, daughter of Ilias (independent) non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Katerina Tsikaloudaki, daughter of Georgios, non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Maria Petala, daughter of Dimitrios, (independent) non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.

- Georgios Archontopoulos, son of Savvas, employee representative, non-executive member. Elected on 19.6.2020. Term in office ends on: 18.6.2024.
- Ioannis Mitzias, son of Konstantinos, employee representative, non-executive member. Elected on 19.6.2020. Term in office ends on: 18.6.2024.

Annual General Meeting of Shareholders

The Annual Ordinary General Meeting of Shareholders held on 1.6.2021 approved the following items by a majority:

- Approval of the Annual Financial Statements of the Company and the Consolidated Financial Statements of the Group prepared in accordance with International Financial Reporting Standards (IFRS) for 20th accounting period (1.1.2020 - 31.12.2020), the Annual Management Report of the Board of Directors and the Report of the Independent Certified Public Accountants thereon.
- Approval of overall management of the Board of Directors for the accounting period 1.1.2020 - 31.12.2020 in accordance with Article 108 of Law 4548/2018 and release of auditors from liability in accordance with Article 117(1)(c) of Law 4548/2018.
- Approval of distribution of dividends from profits for the 2020 accounting period to Company shareholders.
- Approval of the remuneration and compensation paid to the Board members for the accounting period 1.1.2020 - 31.12.2020, pursuant to the company's remuneration policy and the Report of the Remuneration Committee.
- Selection of Auditing Firm and approval of its fee for the auditing of the Annual Financial Statements, the Report on Review of the Interim Condensed Six-Month Financial Statements and issuing of a Tax Certificate, for the accounting period 1.1.2021 - 31.12.2021.
- Approval of the suitability policy for prospective Board members.
- Approval of the amendments to the Company's Articles of Association.
- Authorising the members of the Board of Directors of the Company and the executives of the Company's Divisions to participate in the Boards of Directors or in the management of other related parties in accordance with IAS 24, and legal persons controlled by them in accordance with IAS 24.

Change in address of head offices

Due to the necessary upgrade works, Decision No. 348/2021 of the Board of Directors issued on 24.6.2021 decided to transfer the company's registered offices from the building at 127 Egnatias St. in the Municipality of Thessaloniki to the leased building at 91 Tsimiski St. in the Municipality of Thessaloniki.

Coronavirus (COVID-19)

The outbreak of coronavirus (Covid-19) at the start of 2020 and the spread of the pandemic to date have brought major changes in how global supply and demand fluctuates, making the macroeconomic environment more difficult at both global and local level.

EYATH S.A.'s financial data, after a series of estimates and analyses during the reporting period, only appears to have fluctuated slightly, without there being any major impact from the public health crisis on the company's business activities and liquidity. Despite that, Management continues to monitor

developments carefully so that it can immediately respond to the requirements of the global and domestic environment, based on the major checks and balances it has in place, such as the significant level of cash assets and the general lack of borrowing.

In addition, building on its initial focus on combating the health crisis, motivated by its desire to safeguard its employees and consumers, EYATH S.A. is in constant contact with the National Public Health Organisation (EODY) on issues relating to coronavirus, so that it can immediately receive all instructions and take measures relating to the protection and safety of staff and the general public.

VISION - MISSION

Management's vision is to develop the company as an efficient manager of water resources, protecting the environment in the wider Thessaloniki and Thermaikos Bay area.

The Company's mission is to offer quality, comprehensive water supply and sewerage services to old and new consumers who are in need of them, by utilising, improving and extending its infrastructure, through sustainable environmental management practices.

The Company's strategy aims at fulfilling its obligations as a Utility Company, in combination with increasing the shareholders' assets. To this end, it seeks to improve the quality of the services it provides through an investment programme, to upgrade its facilities and to expand its technological infrastructures, and the ICT systems it has.

EYATH S.A.'s special features, such as the natural monopoly it has, its strong cash flow situation, zero borrowing, and its business and investment plan, ensure that the company grows, remains profitable, and transforms into a robust centre for know-how and entrepreneurship in the wider region.

PROSPECTS

Flood protection works

In March 2019 a framework agreement was signed with the Central Macedonia Region to clean and maintain the rainwater network in the Thessaloniki urban area. The project has a budget of € 4 million and will run for 2 years. This contract expired in March 2021 and a new framework agreement was signed with the Central Macedonia Region with a budget of € 3 million commencing on 01/05/2021 and lasting 2 years.

Strategic and Business Plan

An exceptionally ambitious investment plan worth around € 175 million was prepared by EYATH S.A. in partnership between Management and specialists within the Company and is currently being implemented. It includes, *inter alia*, tens of projects and designs involving the maintenance, replacement and extension of infrastructure in the city's water supply and sewerage system. The investment plan includes some flagship projects such as: extension of the Thessaloniki Water Treatment Plant (Phase A2), with NSRF Funding of € 21.7 million (plus VAT), sewerage works to complete the connection between low-lying areas of Thessaloniki (works in the Dendropotamos area and interchange K16) with a budget of € 6 million (plus VAT), extension to the water supply network SCADA with a budget of € 3.35 million (plus VAT), the framework agreement to improve and repair the Aravissos aqueduct with a budget of € 3.37 million (plus VAT), sewerage works at pump houses, discharge pipes and the coastal pipeline, with a budget of € 5.4 million (plus VAT), replacement of water meters (the tender documents are currently being prepared), extension of the water supply network into new areas, and others. As far as the project to improve and repair the Aravissos aqueduct is concerned, implementation of the project commenced in June 2020 and will continue in line with the schedule which has been prepared.

To help implement its Strategic Plan, EYATH S.A. has put out to tender technical advisor services for support with and drafting of the supporting designs (geotechnical, geological and environmental designs) with a total pre-estimated fee of € 2.05 million (plus VAT). Those two Framework Agreements have already been signed. Board of Directors' decision No. 414/13-9-2018 approved the updated Strategic and Business Plan for the 2018-2024 period whose objective is to:

- ensure the overall development of its networks and expansion of its operations, through a series of technical projects in order to supply water to areas of both the urban area, and beyond it, to regions which currently are lacking good quality water; and face water supply problems due to over-abstraction, salinization, etc.;
- implement the extension of the Thessaloniki Water Treatment Plant (known as the 'refinery') to ensure the necessary extra quantity of water needed to cope with current and mainly future water supply demand for the Thessaloniki urban area;
- ensure uninterrupted, safe operation of the water supply systems, by supplying top quality water, in line with the rules and requirements laid down by the current regulatory framework;
- increase environmental safety in relation to pollution and protection of water resources;
- improve customer service by offering top class water supply and sewerage services at the least possible cost;
- combine business activity with social responsibility;
- upgrade infrastructure to improve the productivity of existing systems, which will lead to lower operating costs for the company, especially energy costs. In exploring the Company's potential for using renewable energy sources (RES) to reduce its energy costs, during the first half of 2019 it analysed the legal framework and the relevant procedures so that EYATH S.A. could install RES plants (photovoltaic stations) and operate as a self-producer, thereby making good use of its own properties or newly purchased/rented ones and benefiting from net metering and virtual net metering. A preliminary technical and economic study was then prepared looking at 3 indicative examples of these options being applied: the Thessaloniki Water Treatment Plant, the Thessaloniki Waste Water Treatment Plant and the Aeneia Waste Water Treatment Plant. During the first half of 2021 permits were issued to install photovoltaic systems using a net metering system at the Thessaloniki Wastewater Treatment Plant.
- raise citizen awareness about environmental issues and brief them about the company's contribution to society as a whole, and about its business activities.

The company's Strategic and Business Plan is being implemented gradually.

Investments in the sewerage sector

A project has been under way during the period entitled "Works to complete the connection to Thessaloniki's low-lying areas," which consists of 5 individual sub-projects within EYATH S.A.'s territorial remit. The five (5) individual sub-projects comprising the overall project are as follows:

- An EYATH pipeline relocation study (alternative solution) under the operation entitled "Construction of the K16 grade-separated interchange at the junction of the PATHE Motorway and the Thessaloniki Inner Ring Road - Phase II".
- Improvement - Upgrading of the A3 wastewater pumping station and construction of a discharge pipe.
- Improvement - Upgrading of the A4 wastewater pumping station.
- Diversion of wastewater from sewerage collection pipes at Agios Nektarios, Dendropotamos.
- Extension of the sewerage collection pipe at pumping station A3 to Kalohoriou St.

Moreover, a new contract entitled "Sewerage works to upgrade pumping stations, discharge pipes, a coastal collection pipeline and the Aeneia Waste Water Treatment Plant central pipe" is under way, which includes sewerage works to improve - upgrade the wastewater pumping station A5 (at the Port) and pumping station A2B (at the Thessaloniki Industrial Area), to replace the sewerage twin discharge pipe at pumping station A5 (at the Port), to build a coastal collection pipe at pumping station B3 and a

rainwater drainage pipe, and to upgrade pumping station A17 at Finikas, and to reconstruct the central sewerage pipeline for the Aeneia Waste Water Treatment Plant.

Functional and technological modernisation

In 2013 EYATH S.A. prepared a plan for functional and technological modernisation to be implemented in 4 phases, in the areas of retail, support and admin. functions within the company.

Phase 1 of the modernisation plan, which related to financial management, was successfully completed in January 2016, on budget and on schedule despite the project's scale and complexity.

In that context, the Company installed a new SAP system in early 2016 which supports the procurement management, warehouse logistics and accounting office functions.

During 2017, Phase 2 was implemented which related to CRM and customer service. Three actions were implemented in this regard:

A. redesign of billing, CRM and customer service via various improvements relating to (a) modernisation of the bill checking, issuing and management system, and (b) development of a comprehensive framework and computerising CRM and customer service.

B. developing requirements and then running a tender procedure for the supply, configuration, installation and commissioning of a billing and CRM and customer service IT system.

C. running that tender procedure.

Phase 2 is currently underway, and the plan is to run the tender procedure to procure the new CRM IT system.

During June 2019 a tender procedure had been published and following two clarifications and two extensions which were granted, it was closed in September 2019 with a single tenderer comprised of a grouping of economic operators. Decision No. 570/2019 of 19.12.2019 annulled the tender procedure with the need to re-examine the requirements and specifications to reflect the increasing changes in the company's operating needs, and to attract greater competition.

Decision No. 28/2020 of 6.7.2020 extended the consultancy services agreement with E&Y to update the special terms and conditions for the new tender procedure.

In the meantime, until the tender procedure is completed and the contract is implemented, EYATH S.A. plans to develop a customer e-service portal which will interface with the existing ERP (solution II) which will include upgrading the Company's payment system.

At this point in time (September) the Company is in the process of signing a contract with the contractor to develop the customer portal and to finalise the requirements for re-launching the tender procedure entitled "Supply, configuration, installation and commissioning of a billing and CRM and customer service IT system".

EYATH S.A.'s digital transformation

EYATH S.A.'s digital transformation is vital for improving its efficiency and competitiveness in a constantly changing technological environment. In order to achieve the goal of digital transformation, a digital strategy with clear priorities and milestones is needed, based on current developments and looking to tomorrow, and taking into account the overriding objective of providing better services to citizens. To that end, a recommendation was submitted to prepare a Digital Strategy.

At the same time, the following actions were taken:

- The technical specifications and budget for the project to implement a new Integrated Customer Service and Pricing System for EYATH S.A. were re-evaluated by examining the SaaS, IaaS and PaaS models.
- A technical specification - study was prepared to immediately improve and upgrade e-services to consumers to ensure more direct service, to modernise the Company's e-payment system, and to develop a web-based centralised customer application platform to remotely service them, while maintaining the existing central customer IT system (the customer portal project).
- Further improvement of e-services provided on the Company's website.
- Four (4) communications campaigns were run by the Company using new digital communication channels (Viber, SMS, email).
- The project to redesign internal mail and document dispatch management procedures and for the supply and design for installation and commissioning of an IT system to that end was launched.
- Technical specifications for a tender procedure for the company's call centre, incorporating new digital tools were prepared.
- Qualified digital signatures for Company Management and Senior Executives were ensured.
- Steps were taken to ensure central printing services at EYATH S.A.'s customer service facilities at Angelaki St. and Vardaris.

Information System Security and Personal Data Protection

Acknowledging the criticality of the security of its IT systems and the even more urgent requirements brought by the Ministerial Decision (1027, 8/10/2019) on the security of network and information systems for critical infrastructures [NIS Directive (EU) 2016/1148], the company has taken a number of steps from October 2019 to date to protect the organisation from possible cyber threats: During the first half of 2021 the following steps were taken:

- Renewal of cybersecurity contract until June 2022.
- In April 2021 the distance learning course about the NIS Directive and the Company's security policies for all staff was completed.
- Internal security control services were performed and completed via internal penetration testing conducted in January 2021.
- A 24/7 service to monitor and handle cybersecurity incidents was activated in February 2021.
- The project "Evaluation of the security of the Company's existing SCADA and IT systems and development of a Roadmap to fill identified gaps" was launched in May 2021.

At the same time, the GDPR compliance system was further improved/updated by preparing 11 new policies and procedures to protect the personal data of both customers and employees of EYATH S.A. The system of policies/procedures was approved by the Company's Board of Directors in June 2021 and was notified to all staff. In addition, a DPO officer was appointed in December 2020, who will collaborate with the group of personal data protection coordinators to implement the GDPR for the company and will manage and communicate requests within the company (e.g. company internal affairs) and outside of it (e.g. requests from a call centre) to the DPO, and responses from the DPO to applicants.

IT actions

The following steps were taken to support these actions in the IT sector:

- Implementing web applications to meet the Company's internal needs.
- Implementing interfaces between EYATH systems and external third party systems to improve customer service.
- Enabling EYATH equipment collocation services by providing interconnection with the new management building at 91 Tsimiski St.

- Interconnecting EYATH's central building and the one at Angelaki St. via fibre optics, coupled with the creation of an optical ring between EYATH's 3 buildings (91 Tsimiski St., 98 Tsimiski St., 6 Angelaki St.). Supporting services to interconnect EYATH's IT systems and internet access at the Sfagia, Pylea, Thessaloniki Wastewater Treatment Plant, Vardaris and Water Treatment Plants.
- Adopting and gradually extending the remote work model (teleworking – tele-training) using cutting-edge methods:
 - Procuring the relevant IT terminal equipment for users
 - Ensuring the necessary web-based secure access services
 - Procuring the relevant teleconferencing software
 - User support
- Project design, tendering, contractor selection, contract signing and commencement of design and implementation of the correspondence management system (the "electronic protocol").

Improving customer service

Since 10.6.2019 the Customer Service Division has been operating out of new, cutting edge offices at 6 Angelaki St., handling all day-to-day transactions and requests of EYATH customers. The purpose of relocating is to improve service and communication with consumers inside open-plan, ergonomic, well-designed premises, by applying accelerated procedures.

The Company launched its new website in May 2019 which among other things improves the channels of communication with customers, allowing them to perform certain tasks online. During 2020 and the first half of 2021, we added many additional application forms that customers can submit online without having to visit EYATH S.A.'s offices. Development of EYATH's new IT System will also include an e-services platform which will allow all user requests to be handled electronically using login credentials.

In addition, further improvements were made to the phone and online customer service provided by the company by implementing an integrated service for receiving, recording and managing customer phone and online requests via the website or email by ensuring the relevant service is provided after running a tender procedure.

As part of the ongoing improvement in office functionality and consequently customer service, the 1st floor of EYATH S.A.'s building at 6 Angelaki St. was redesigned and laid out in accordance with architectural design principles.

A tender procedure is under way to procure, configure and commission a web customer portal application which is intended to:

1. Modernise the company's e-payments system by redesigning and re-deploying it.
2. Develop a web platform for customer applications to enable them to do things remotely.
3. Develop a mobile application.

Water supply SCADA

During 2017, following the Central Macedonia Region NSRF funding decision for the remote control and automation system to manage EYATH's water supply system, steps were taken to finalise technical and other requirements in the tender procedure documents for the financed project. The project is designed to ensure automated monitoring and management of the water supply network (pipelines, pumping stations, reservoirs, etc.) by installing a remote control/remote operation system (SCADA). That system will help identify and check drinking water leaks and safeguard the operational status of all E/M equipment installed, thereby supporting moves being made to optimise operations.

In May 2018, the Central Macedonia Region approved the tender documents for the project entitled "Remote control and automation of water supply system within EYATH's remit" with a total budget of

€ 3,347,049.00 + VAT which is being funded by the NSRF. The last date for submitting tenders was 30.7.2018 and tenders were opened on 24.8.2018 at which time the process of having them evaluated by the competent tender committee commenced. The tender procedure to select a contractor and sign the relevant contract was completed in 2019 with the relevant contract being signed on 17.12.2019, for a total award of € 2,434,777.00 plus VAT. The expenditure is covered by the relevant NSRF programme of the Central Macedonia Region. Projects are progressing based on the time frame prepared.

Sewerage system SCADA

During 2018 the design and specification of the project to upgrade the sewerage pump station SCADA system was finalised; most of the systems relate to the Thessaloniki Waste Water Treatment Plant's sewerage system.

On 5.6.2019 international tender procedure No. 17/2019 for the "design, supply, installation and roll out of a sewerage pumping station integrated remote control system" was launched with a budget of € 1,400,000 (plus VAT). The tender committee's evaluation procedure was completed in early 2020 when the interim contractor was appointed. Successive applications for recourse were then filed by the runners-up and the interim contractor before the Authority for the Examination of Review Applications and the Council of State with the result that the tender procedure to select the contractor for final selection was suspended. It is expected that the contract will be signed in 2022 but that depends on whether other judicial remedies will be sought or not.

Pilot projects

Pilot digitisation of the customer archives was completed. Moreover, the preparation of technical specifications and other technical requirements for a tender procedure to digitise the overall customer archives was completed and a recommendation on this matter was submitted in July 2020 by the Digital Transformation & IT Division, following a previous recommendation made in September 2019 by the team established for this purpose, taking into account the more recent discussions which took place in the meantime with the new Consumers Division.

The water supply customer database is currently being standardised to allow consumption data to be automatically interconnected to GIS data (hydraulic modelling).

Hydraulic Modelling

Creation of integrated infrastructure for 3 EYATH S.A. pilot district metering areas (DMAs) (PANORAMA GYMNASIUM, EFKARPIA & EVANGELISTRIA) to systematically check, record, monitor and manage water, and to measure and manage water consumption.

- Preliminary processes are still under way with project technical specifications currently being prepared.
- The Panorama Gymnasium DMA is being simulated using hydraulic simulation.
- A hydraulic simulation of the Evangelistria and Efkarpia DMA has already been carried out (without it being adjusted/calibrated to actual data).

Implementation of an integrated hydraulic simulation study for a pilot basin for EYATH S.A.'s sewerage system in the Panorama Municipal Unit area, which includes:

- hydraulic simulation of the existing sewerage network in dry and wet weather;
- adjusting/calibrating the hydraulic model with reliable rainfall and flow data. To this end, two rain meters and a flowmeter with suitable technical characteristics have been installed in the selected pilot basin.

Preparing a Property Register

To ensure optimal management and utilisation of the Company's water supply and sewerage facilities, a comprehensive property register is being prepared, reviewed and updated.

To ensure that the register is as up-to-date as possible and to cover needs such as the water supply SCADA, work at Company facilities (e.g. at the sewerage pumping stations in tourist areas, at the Thessaloniki Water Treatment Plant) and licensing, following preparation or updating of the 70 survey diagrams for the previous year, the Company has assigned two studies to survey its facilities within its remit. One study relates to 49 facilities and the second relates to surveying of the Company's large facilities (the Aeneia Waste Water Treatment Plant at Michaniona, the Thessaloniki Water Treatment Plant at Sindos, the Aravissos Springs and the Wider Thessaloniki Area Waste Water Treatment Plant at Sindos). Both studies are under way.

Moreover, the process of checking the ownership regime of the properties has been completed in the context of first posting of the National Cadastre's KT1-19 survey (Sindos, Kalohori, Gefyra, etc.) which investigated the ownership regime of 149 of the company's facilities.

EYATH's geographical remit

According to Article 26 of Law 2937/2001, the Company's territorial remit, within which it may provide its services and conduct its business, is the following:

WITH REGARD TO WATER SUPPLY: the Municipalities of Thessaloniki, Ampelokipoi, Kalamaria, Neapoli, Sykies, Agios Pavlos, Menemeni, Polichni, Efkarpia, Triandria, Eleftherio Kordelio, Evosmos, Stavroupoli, Panorama, Pylea, Oreokastro, Pefka, as well as the industrial area of Thessaloniki.

WITH REGARD TO SEWERAGE: the territorial remit of EYATH S.A. is divided into five regions:

"Region A" includes the Municipalities of Thessaloniki, Ampelokipoi, Kalamaria, Neapoli, Sykies, Agios Pavlos, Menemeni, Polichni, Triandria, Diavata, Eleftherio Kordelio, Evosmos, Stavroupoli, Pylea, Panorama, Oreokastro, the districts of Ionia and Kalohori of the Municipality of Echedoros and the Community of Efkarpia.

"Region B" includes the area surrounded by the rivers Gallikos and Axios, up to the sea, including the industrial zone of the major Thessaloniki area, the district of Sindos of the Municipality of Echedoros, the districts of Agios Athanasios, Anchialos, Gefyra of the Municipality of Ag. Athanasios and the districts of Halastra and Anatoliko of the Municipality of Halastra.

"Region C" includes the hill zone of the Thessaloniki urban area and includes the community of Pefka and the Districts of Asvestochori, Exochi, Filyro of the Municipality of Hortiatis.

"Region D" extends to the Municipalities of Kalamaria and Panorama, to the Sedes public baths and the airport of Mikra and includes the Industrial area and the Districts of Thermi, N. Redestos, N. Rysio and Tagarades of the Municipality of Thermi and the District of Agia Paraskevi of the Municipality of Vassilika.

"Region E" extends from the airport of Mikra and the districts of N. Rysio and Tagarades of Agia Paraskevi to the sea and includes the Districts of Agia Triada, Perea, N. Epivates of the Municipality of Thermaikos and the districts of Nea Michaniona, Emvolo, Angelohori of the Municipality of Michaniona.

The Company, under a contract signed with the corresponding Municipality and EYATH Fixed Assets can undertake the existing network of local government authorities in one of the above regions and the obligation to provide water supply or sewerage services to the corresponding Municipality. The Company, under a contract signed with the corresponding Municipality, EYATH Fixed Assets, and approved by a joint decision of the co-competent ministers, can extend its activity to the territory of local government authorities that are outside the above regions.

Note that the operations of no operating sector have been discontinued.

GROUP AND COMPANY RESEARCH & DEVELOPMENT OPERATIONS

During the period ended the Group spent € 80 thousand on R&D expenses which related primarily to staff salaries for their participation in research activities and third party fees and expenses for a pilot scheme to use satellites to identify hidden leaks.

Research projects

In the first half of 2021, a third Horizon 2020 research project commenced, with EYATH's participation. It is entitled: "Water Quality Emergency Monitoring Service (WQeMS)", whose overall objective is to create an open platform to evaluate the quality of surface water, utilising the satellite monitoring tools offered by the EU's Copernicus Earth Observation Programme. The project's total budget is € 1.5. million and EYATH S.A.'s contribution to the budget is € 56 thousand, of which 100% will be financed by the European Union.

Moreover, during the first half of 2021 work to implement the following research projects in which EYATH is involved was successfully continued:

- The Horizon 2020 project entitled "Pathogen Contamination Emergency Response Technologies" (PathoCERT), whose general objective is to strengthen the coordination capability of all First Responders in handling waterborne pathogen contamination events. The project's total budget is € 7.2. million and EYATH S.A.'s contribution to the budget is € 154 thousand, of which 70% will be financed by the European Union (funding € 154 thousand).
- The Horizon2020 project entitled "Enhancing Standardisation strategies to integrate innovative technologies for Safety and Security in existing water networks" (Aqua3S)". EYATH S.A.'s budget is € 188 thousand and EU funding is € 132 thousand
- "Monitoring and Methodologies for Removal of Emerging Pollutants from Liquid Waste" (MOREM) as part of the "Bilateral and Multilateral R&D Cooperation between Greece and China - Competitiveness, Entrepreneurship and Innovation" Programme (Competitiveness Entrepreneurship and Innovation Operational Programme Managing Authority), which has a budget of € 50 thousand for EYATH (funding: € 39 thousand).

During the first half of 2021 the physical and financial scope of the research project entitled: "Smart infrastructure for remote metering of water consumption and management of water demand" (SMART-WATER) as part of the NSRF 2014-2020 programme entitled 'Researching – Creating – Innovating'. All necessary reports and financial data were submitted and it is expected that they will be audited and the financial scope certified by the competent body (General Secretariat for Research and Technology). EYATH S.A.'s budget is around € 170 thousand, of which around € 87.5 thousand will be financed with public money.

Lastly, the contract entitled: "Development and installation of a system for valid and timely detection and information about the presence of hydrocarbons at Polyfyto Reservoir, using satellite surveying methods" (which is funded by EYATH itself) continued to be implemented. The specific R&D services implemented in collaboration between EYATH S.A.'s R&D Department and Infalia Private Company were initially for 6 months, expiring in April 2021 and a total budget of € 29,900, and an extension to 18/8/2021 was approved to enable installation and operational testing of the system to be completed.

CORPORATE SOCIAL RESPONSIBILITY

Issues of top priority on the international agenda are to secure access for all to water supply / sewerage services by 2030, and proper and sustainable management of water resources for future generations, and are in fact the UN's 6th sustainable development target.

EYATH S.A. works daily to achieve that target within the context of corporate responsibility: Its strategy includes highlighting the vital relationship it has with the local community, and ensure it has a positive environmental impact on the area. Through dialogue with stakeholders -staff, customers, investors, suppliers, the local community in which it operates- mutual targets can be set which are then implemented as part of the company's CSR strategy.

EYATH S.A.'s undisputed role as a public benefit enterprise is reinforced through societal measures designed to improve the quality of life of citizens, to improve their health and protect the environment, all of which are sectors directly related to the Company's business activities.

We have opted to focus our commitments on four pillars and present our performance in those areas: The environment, society, human resources and culture. EYATH S.A.'s values are therefore being turned into reality in the following areas:

1. Natural resources and the environment
2. Society and vulnerable social groups
3. Human Resources and Training
4. Culture and Sport

With the same philosophy, from the moment the pandemic broke out EYATH took measures to focus on its employees so that staff are and feel safe and active during the crisis. It prepared a business plan for the employment of staff which involved a skeleton staff, tele-working and rotating work depending on staff duties, and closed offices providing services to the public early on. The normal flow of payroll and the immediate implementation of all circulars from ministries to safeguard personal health and hygiene allowed employees to offer their services to consumers in Thessaloniki without problems. The company now monitors epidemiological data and adjusts its operations accordingly, in full compliance with the advice from Greece's health authorities.

At the same time, the Company continues to treat new water supply connections as a matter of priority, given the vital importance of water for citizens' hygiene, while groups and events which contribute to social cohesion and to maintaining normality in the midst of a pandemic are being bolstered. Examples of this include: Sponsorship of an experiential garden at the Lighthouse of the World's house in the run-down area of Dendropotamos, briefing citizens about protecting the natural environment against climate change on World Environment Day, support for schools in Kalamaria to install a meteorological station, digital tour of the Water Supply Museum which remained closed for a long time, and access to materials for all via the company's website and social media.

EYATH S.A. continued its valuable public health partnership with the Aristotle University of Thessaloniki to trace coronavirus molecules in wastewater, and made a financial contribution to installing a multi-sensor at the entrance to the Thessaloniki Wastewater Treatment Plant to analyse even more pandemic data. There are also plans to expand collaboration with the University on other topics so that wastewater can serve as "window into the state of public health" for the entire Thessaloniki urban area.

NATURAL RESOURCES AND THE ENVIRONMENT

Water is our most precious natural resource. That's why for EYATH S.A. ensuring sustainable water management is synonymous with protecting the natural environment; a concept interrelated with sustainable development.

EYATH S.A.'s commitment to ensure the uninterrupted and safe operation of its water supply systems, by providing top quality water, in accordance with the rules and requirements laid down in the existing regulatory framework and to protect the environment, is expressed in the company's day-to-day practices, and all its business activities are in accordance with environmental law.

More specifically:

- it fully implements Community and national environmental law, seeking to minimise the impacts of its activities on the environment;
- it engages in R&D, ever seeking out ways to protect and improve the environment;
- it is planning systematic modernisation of the water supply network to reduce leaks;
- it is working in partnership with similar European companies and bodies as part of research activities on the impact of climate change on aquifers, helping promote solutions to stimulate sustainable development in our area and the wider SE Europe region. One example is its active participation in EUREAU, the European Federation of National Associations of Water and Wastewater Services;
- it invests in improving its facilities to ensure better performance and reduce energy consumption;
- It has a Water Treatment Plant Lab which has been housed in the Drinking Water Testing Lab since November 2020 and is now fully run by EYATH and co-located at the Water Treatment Plant; It carries out lab tests at the entrance to the Thessaloniki Water Treatment Plant at intermediate processing stages in line with the specific programme, at the outlet of the water supply plant (D3) from EYATH's distribution network and on water from water abstraction sources, complying as a minimum with the company's legislative obligations before the water is released for consumption; More than 10,000 samples of water are taken each year and at least 50,000 chemical and microbiological tests are carried out in line with the relevant legislation. It systematically participates in inter-laboratory tests and has a quality management system in line with ISO 17025/2017 with a special scope of accreditation. which includes all chemical and microbiological tests and the organic parameters required by the legislation on drinking water (a large number of pesticides, polycyclic aromatic hydrocarbons, volatile organic compounds);
- it actively contributes to cleaning the surface of the sea in the bay of Thessaloniki, removing floating objects, oil spills or contaminants;
- it removes urban and industrial wastewater from the urban area via an extensive sewerage network, controlled by remotely controlled and operated systems;
- it operates a state-of-the-art GIS system for preventative maintenance and rapid response to emergencies.
- it implements a programme to re-use water treated at the Thessaloniki Waste Water Treatment Plant to irrigate areas of land in the Halastra - Kalohori plains during droughts;
- it has significantly reduced the time required to carry out network-related tasks (new connections, relocations, extensions, etc.);
- it also ensures environmentally and socially beneficial management of sewage sludge and seeks to improve the biogas production unit running on sewage sludge which is already in operation at the Sindos Biological Treatment Plant, and to utilise its heat generating capacity;
- it systematically recycles at the workplace and uses environmentally-friendly materials;
- it is focusing on rationalising business travel and on applying environmental criteria to procurement;
- it has (a) a Sewerage & Environmental Testing Lab which carries out daily environmental tests on the outflows of wastewater treatment plants and industries (around 1,500 tests which result in more than 12,000 quality analyses) and (b) a Water Supply Lab of the Water Supply Facilities and Networks Directorate accredited in accordance with the requirements of the **ELOT EN ISO/IEC 17025:2005** standard which takes thousands of samples of water a year and covers the entire range of physico-chemical, organic and microbiological parameters which the company is obliged to monitor in accordance with the applicable legislation, and the Sewerage & Environment Quality Control Lab which has a quality management system in line with ISO 17025.
- it shares know-how with other water management bodies such as municipal water supply and sewerage companies, and provides training services to bodies and organisations that lack experience and knowledge about how to manage water resources and waste water;
- it participates in financed research programmes.

SOCIETY AND VULNERABLE SOCIAL GROUPS

In this sector:

- it is exploring innovative procedures and automated processes to optimise day-to-day operations at its facilities and ensure better customer service (e-transactions, web-banking, payments via an extensive network of supermarkets, and other similar ideas);
- it offers a social tariff to vulnerable groups of citizens using the same criteria applied by PPC for its social household tariff, and also offers a broad spectrum of repayment plans for overdue debts for all debtors as well as more favourable terms for the financially disadvantaged;
- it facilitates customers via improved e-services and a wide network of partners and associated businesses (150 super markets in the prefecture of Thessaloniki and neighbouring prefectures of Halkidiki, Pieria, Imathia, Pella and Kilikis at no extra charge, all OPAP agencies, and Hellenic Post Office branches and Banks);
- it makes donations on a case-by-case basis in areas which have been declared in a state of civil emergency;
- it runs info-campaigns for the public about the options available to socially and financially vulnerable population groups;
- it offers work and internships to students and pupils at technical schools as part of their work experience requirements;
- it helps improve the life of refugees in refugee camps in the wider area of Thessaloniki, providing radiators and carrying out infrastructure works (water supply and sewerage facilities at those camps, and repairs to damaged facilities);
- it has a long-standing partnership with a magazine sold in the streets to support the unemployed; its head offices are a 'safe haven' for sellers, and also supports unemployed people in Thessaloniki via the Labour Centre;
- it encourages staff to get involved in volunteering (by collecting food or other items for the poor, participating in running events that share a social cause, etc.);
- collaborates with the academic community at specialist and general events on environmental issues, attracting audiences comprised of students, experts and ordinary citizens.
- it helps students by providing targeted scholarships. The company has signed an open-ended MoU with the Aristotle University of Thessaloniki and is funding two scholarships: Both are annual and are for postgraduate studies in fields relevant to EYATH S.A., while another one is for 4 years to finance the cost of a PhD.
- it presents a 1-hour programme entitled 'The sewerage cycle in Thessaloniki' approved by the Ministry of Education, to brief primary and secondary school pupils about daily influxes to the sewerage network and raise their awareness;
- it prepares educational programmes for children as part of the Thessaloniki International Fair.
- it cultivates ecological awareness among consumers thanks to info-campaigns and above all via daily visits by tens of primary and secondary school pupils, students, associations, and special groups such as refugees, to the Water Supply Museum;
- it participates in World Water Day celebrations on 22 March and World Environment Day events on 5 June, hosting info-events for the general public.
- it is supporting the activities of local bodies and organisations relating to the environment and water;
- it donates electronic equipment to schools in Thessaloniki.

HUMAN RESOURCES AND TRAINING

In the human resources sector:

- it provides group life and health insurance for employees;
- it invests in developing its employees' skills in life-long learning, offering numerous changes for training both via specialised seminars and post-graduate training;

- it supports the families of staff, covers the costs of kindergartens and summer camps for employees' children;
- it rewards the children of employees who enter university;
- it organises parties for employees' children;
- it implements policies to protect the H&S of all employees;
- it ensures equal opportunities for both genders when it comes to promotions;
- it offers employees a work uniform and personal protection equipment.

CULTURE AND SPORT

In the well-being and cultural advancement sector:

- it runs the Water Supply Museum which is visited every year by around 7,000 children and independent groups of visitors. Unfortunately, it remained closed for a long time due to a pandemic and successive lockdowns;
- it provides support to sports clubs and associations;
- it supports cultural activities, sports and artistic events in the city, promoting the idea of culture and the good life;
- it keeps an archive of maps, letters and other documents at the Water Supply Museum which cover the history of water supply in Thessaloniki and are available to any interested parties. During the pandemic in particular, the task of recording and digitising the archive was accelerated and extended due to the suspension of the museum's normal operations.

COMPANY BRANCHES

During the year ended, as well as during the previous one, the Company had no branches through which it engages in its business activities, outside the Thessaloniki urban area.

OWN SHARES HELD BY THE GROUP AND THE COMPANY

At year-end no shares of the parent Company were held by the same or another company included in the consolidation.

RISKS

Risk related to the sector in which the Group operates

As regards the possibility of the future deregulation of the market, in relation to EU law and its possible impact on the Group, we note that due to the nature of the installed infrastructure (mainly underground networks and tanks), the water supply - sewerage sector is a typical example of a physical monopoly, where the development of alternative networks and the creation of competition conditions, where customers could choose between different suppliers of processed drinking water, is practically impossible. Moreover, EYATH's product suffers from inelasticity.

We further note that in all countries of the European Union, as well as the rest of the world, water supply-sewerage services are provided by private or state companies or local government authorities without any capability of developing competition within the specific geographical boundaries where these companies provide their services.

The specific characteristics of the water supply and sewerage sector (that differentiate this utility sector), are recognised by the European Union, and never to this date has an issue ever been raised

regarding the abolition of the monopoly of the sector, and the development of competition, as for example was the case in the telecommunication services sector.

Therefore, we do not consider possible, at least in the foreseeable future, the possibility of development of competition in this sector.

Financial risk factors

The Group's main financial tools are cash, bank deposits, trade and other receivables and liabilities. Management examines and periodically reviews the policies and procedures related to financial risk management, such as credit risk and liquidity risk, which are described below:

Market risk

(i) Exchange rate risk

The Group and the Company do not face exchange rate risks, because throughout the year ended they did not carry out transactions in foreign currency and all assets and liabilities were in euro.

(ii) Price risk

As regards price risk, the Group is not exposed to significant risk of fluctuation of the variables that determine both revenues and cost.

(iii) Cash flows and fair value of risk rate

The Group has a limited interest rate risk in interest-bearing assets (time deposits) and therefore the income and the operating cash flows depend, to a point, on the changes to the interest rate market.

There were no loan liabilities on 30/06/2021.

Management is monitoring interest rate fluctuations on an ongoing basis, and evaluates in each case the duration and the type of time deposits.

Credit risk

Credit risk is managed on a group basis. Credit risk arises from cash at hand and cash in banks, as well as credit exposure to customers, including significant receivables and transactions made.

The Company is constantly monitoring its receivables, either separately or per group (customer categories) and incorporates this information into its credit control processes.

Cash and cash equivalents do not entail significant credit risk. Trade and other receivables include receivables from private customers, with a relatively limited degree of risk of losses, mainly due to the broad dispersion of the receivables, whereas for receivables from the State and the broader public sector, the Company examines the possibility of collecting due debts by drawing up contracts or through legislative regulations.

At the end of the period, Management deemed that there is no significant credit risk that is not covered by some collateral or an adequate provision for bad debt.

None of the financial assets has been secured with a mortgage or other form of credit security.

Liquidity risk

Liquidity risk is kept low, by means of ensuring high cash assets.

As regards the Company's and the Group's cash, note that it is deposited in sight and time accounts in Greek banks and at the Bank of Greece. On the other hand, the Group operates in the domestic market

and is not affected by potential adversities, because it does not have any significant transactions with foreign suppliers, which might have affected its smooth operation.

The Group continues to follow-up these developments carefully, taking any measure needed to ensure the unhindered continuation of its business activity and will inform investors immediately about any effect which the unfolding events may have on its operation, financial position and results.

SIGNIFICANT TRANSACTIONS BETWEEN THE COMPANY AND RELATED PARTIES

According to the Group, related parties are members of the Board of Directors, members of Management, as well as the shareholders holding a significant percentage of its share capital (including their related persons). Note that in the 2018 accounting period the Company's financial statements were included in the consolidated financial statements of HCAP S.A. for the first time. Consequently, the Group considers the entities related to HCAP S.A. to be related parties.

The Group's trading transactions with these related parties during the 1/1/2021-30/06/2021 period were carried out under market terms and in the framework of its usual business activity. The transactions and the balances of the Group's and Company's related parties, during the 1.1.2021 - 30.6.2021 period and on 30.6.2021 respectively, as well as during the previous period, are broken down in thousands of euro in the following tables (see note 21 of the interim condensed financial statements):

	THE GROUP		THE COMPANY	
	1/1-30/06/2021	1/1-30/06/2020	1/1-30/06/2021	1/1-30/06/2020
Income from other related parties consolidated along with HCAP S.A.	77	68	77	68
Expenses to other related parties consolidated along with HCAP S.A.	6,078	5,860	6,078	5,860
Transactions with and fees for executives and board members	495	457	495	457
Transactions with other related parties		3		3

Transactions with and fees for executives and board members relate to salaries.

Income from other related parties consolidated along with HCAP S.A. relates primarily to water supply and sewerage network service revenues.

Expenses from related parties consolidated along with HCAP S.A. relate primarily to services received, most of which were expenses for electricity supplied by PPC and the leasing of properties.

	THE GROUP		THE COMPANY	
	30/06/2021	31/12/2020	30/06/2021	31/12/2020
Receivables from subsidiary	-	-	24	24
Receivables from other related parties consolidated along with HCAP S.A.	662	601	662	601
Liabilities to other related parties consolidated along with HCAP S.A.	8,804	2,550	8,804	2,550
Receivables from management executives and board members	11	12	11	12
Liabilities to management executives and board members	13	4	13	4

The Company's receivable from a subsidiary of € 24 mainly related to receivables in lieu of the approved dividend.

Receivables and liabilities from other related parties consolidated along with HCAP S.A. of € 662 and € 8,804 related to receivables for income from providing water supply and sewerage services both billed and accrued, and services received and prepaid property rents.

Liabilities to management executives and board members related to salaries payable.

STRUCTURE OF THE COMPANY'S SHARE CAPITAL (amounts in €)

The Company's Share Capital amounts to forty million six hundred and fifty six thousand euro (€40,656,000) divided into thirty six million three hundred thousand (36,300,000) ordinary registered shares with voting rights, of a nominal value of one euro and twelve cents (€1.12) each.

Company shares are listed for trading on the Equities Market of the Athens Exchange (Category: Large Capitalisation). The Company's shareholders rights arising from shares depend on the percentage of capital held which corresponds to the share's paid value.

Each share grants all the rights specified by law and the Company's Articles of Association and in particular:

- right to obtain a dividend from the Company's annual profits.

35% of the net profits (having deducted the statutory reserve first) are distributed from the profits each fiscal year to shareholders as a first dividend, unless the General Meeting stipulates otherwise. The General Meeting also decides on whether to distribute any additional dividend. Distribution of a dividend of € 0.223/share was approved for 2020. All persons who are shareholders before the dividend cut-off date are entitled to a dividend. The dividend to which each share is entitled shall be paid to the shareholder within two (2) months of the date of approval by the Ordinary General Meeting of the annual financial statements. The method and place of payment is announced on the Athens Exchange and EYATH S.A. websites. The right to collect a dividend becomes statute-barred and the amount involved devolves to the State if not collected within 5 years from the end of the year in which the General Meeting approved distribution.

- The right to receive the contribution paid, upon liquidation or upon the writing off of capital corresponding to the shares, where this is decided upon by the General Meeting.
- The pre-emptive right in each increase of the Company's share capital with cash and new shares.
- The right to receive a copy of the financial statements and reports of the certified public accountants and the Company's Board of Directors.
- The right to participate in the General Meeting which consists of the following specific rights: legal standing, attendance, participation in discussions, submission of proposals on items on the agenda, entry of views in the minutes and voting rights.
- The General Meeting of the Company's shareholders shall retain all its rights during the period of liquidation.

Shareholders' liability is limited to the nominal value of the shares held.

LIMITATIONS TO THE TRANSFER OF THE COMPANY'S SHARES

Shares can be transferred in the manner specified in Article 41 of Law 4548/2018 and there are no restrictions on transfer contained in its Articles of Association. Company shares are dematerialised and listed on the Athens Exchange.

SIGNIFICANT DIRECT OR INDIRECT HOLDINGS WITHIN THE MEANING OF ARTICLES 9 TO 11 OF LAW 3556/2007

Shareholders with a significant holding in the Company's share capital on 30/06/2021 were as follows:

SHAREHOLDER	Number of shares held	Holding on 30/06/2021
HCAP	18,150,001	50.00% +1
HRADF	8,717,999	24.02%
SUEZ GROUPE	1,982,870	5.46%
Other shareholders	7,449,130	20.52%
Total	36,300,000	100.00%

HOLDERS OF ALL CLASSES OF SHARES ENTITLING THEM TO SPECIAL RIGHTS OF CONTROL

There are no shares in the Company granting their holders special rights of control.

LIMITATIONS ON THE VOTING RIGHT - DEADLINES FOR EXERCISING RELEVANT RIGHTS

The Company's Articles of Association contain no restrictions on voting rights deriving from its shares.

AGREEMENTS BETWEEN COMPANY SHAREHOLDERS

The Company is not aware of the existence of agreements between its shareholders which entail restrictions on the transfer of its shares or the exercise of voting rights deriving from its shares.

RULES ON THE APPOINTMENT AND REPLACEMENT OF BOARD MEMBERS AND AMENDMENTS OF THE ARTICLES OF ASSOCIATION

The rules contained in the Company's Articles of Association on appointment and replacement of members of the Board of Directors and amendment of the provisions of the Articles of Association are not different from those contained in Law 4548/2018.

POWERS OF THE BOARD OF DIRECTORS OR SPECIFIC MEMBERS TO ISSUE NEW SHARES OR PURCHASE OWN SHARES

Article 8 of the Company's Articles of Association states that the General Meeting may reach a decision, to be published in the manner required by Article 12, 13 and 14 of Law 4548/2018 as in force, granting the Board of Directors the right to make a decision by a 2/3 majority at least of its members to increase the share capital in whole or in part by issuing new shares up to the amount of the paid-up share capital as of the date that the said power was granted to the Board of Directors. The Board of Directors' competence to purchase own shares is laid down in the provisions of Articles 48, 49 and 52 of Law 4548/2018. There is no provision to the contrary in the Company's Articles of Association.

ANY SIGNIFICANT AGREEMENT CONCLUDED BY THE COMPANY WHICH ENTERS INTO FORCE, IS AMENDED OR ENDS, IN CASE OF CHANGE IN CONTROL OF THE COMPANY FOLLOWING A TAKEOVER BID

There are no other agreements that enter into force, are amended or end in case of a change in the Company's control, following a takeover bid, beyond the trilateral concession agreement between EYATH SA, EYATH Fixed Assets and the Greek State, which was ratified with Law 2937/2001 Government Gazette 169-A-26.7.2001.

ANY AGREEMENT BETWEEN THE COMPANY AND ITS BOARD MEMBERS OR STAFF PROVIDING FOR COMPENSATION IF THEY RESIGN OR ARE REDUNDANT WITHOUT VALID REASON OR IF THEIR EMPLOYMENT CEASES BECAUSE OF A TAKEOVER BID

There are no agreements between the Company and members of the Board of Directors or staff which provide for the payment of remuneration specifically in the case of resignation or dismissal without just cause or termination of service or employment due to a takeover bid.

DIVIDEND POLICY

The General Meeting of 1.6.2021 approved the distribution of a dividend of € 0.223/share, amounting to € 8,095 thousand for 2020, compared to € 9,728 thousand for the previous year, and applicable to all 36,300,000 shares.

The dividend is subject to a 5% withholding tax. The net amount of dividends (after the withholding) cannot be assessed before the dividend is paid and the Hellenic Central Securities Depository is notified because some investors receive special tax breaks and are exempt from the withholding tax.

EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

There are no events between 30.6.2021 and the date on which the financial statements were approved by the Company's Board of Directors which could materially affect the financial position or the Company's results for the period that ended on this date, or other events which should be disclosed in the financial statements.

Thessaloniki, 23 September 2021

ON BEHALF OF THE BOARD OF DIRECTORS

Confirmed by

Agis Papadopoulos

Anthimos Amanatidis

Nikos Klitou

Chairman of the Board of Directors

CEO

Board member
Chairman of the Audit Committee

Review Report of Independent Certified Public Accountant

To the Board of Directors of "THESSALONIKI WATER SUPPLY & SEWERAGE Co. S.A."

Report on Review of Interim Financial Information

Introduction

We have reviewed the accompanying condensed separate and consolidated statement of financial position of the Company THESSALONIKI WATER SUPPLY & SEWERAGE CO S.A. as at 30 June 2021 and the related separate and consolidated condensed income statement and statement of comprehensive income, changes in equity and cash flows for the six-month period then ended, and the selected explanatory notes that comprise the interim financial information, which form an integral part of the six-month financial report specified in Law 3556/2007.

Management is responsible for the preparation and fair presentation of this interim condensed financial information in accordance with the International Financial Reporting Standards as adopted by the European Union and applied to interim financial reporting (International Accounting Standard "IAS 34"). Our responsibility is to express a conclusion on these interim condensed financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily on persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Auditing Standards, as transposed into Greek law and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed financial information is not prepared, in all material respects, in accordance with IAS 34.

Report on other Legal and Regulatory Requirements

Our review did not identify any material inconsistencies or mistakes in the statements made by members of the Board and the information in the six-monthly management report from the Board, as defined in Articles 5 and 5a of Law 3556/2007, compared to the condensed separate and consolidated financial report.

30 June
2021

SIX-MONTH FINANCIAL REPORT
for the six-month period ended on 30 June 2021
(amounts in thousands of euro)

Athens, 23 September 2021

The Certified Public Accountant

Andreas Sofis
ICPA (GR) Reg. No. 47771



Grant Thornton

Ορκισμένοι Ελεγκτές Συμβούλοι Εμπιστοσύνης
Σταδίου 56, 11564 Παλαιό Φάληρο
Α.Μ. ΣΟΕΑ/127



30 June
2021

SIX-MONTH FINANCIAL REPORT
for the six-month period ended on 30 June 2021
(amounts in thousands of euro)

Interim Condensed Financial Statements

For the period 1/1 – 30/6/2021

In accordance with the International Financial Reporting Standards (IFRS)

Interim Statement of Financial Position

		THE GROUP		THE COMPANY	
	Note:	30/06/2021	31/12/2020	30/06/2021	31/12/2020
ASSETS					
Non-Current Assets					
Tangible assets	5	63,582	62,813	63,582	62,813
Intangible assets	5	115	155	115	155
Right-of-use assets	6	2,067	690	2,067	690
Participations in subsidiaries	7	-	-	60	60
Deferred tax assets		3,687	4,019	3,687	4,019
Other long-term assets		2,847	3,126	2,847	3,126
Financial assets measured at fair value through other comprehensive income		50	50	50	50
Total non-current assets		72,347	70,854	72,407	70,914
Current Assets					
Inventories	8	1,555	1,542	1,555	1,542
Trade receivables and contractual assets	9	61,208	65,033	61,192	65,017
Other receivables	9	2,471	2,190	2,491	2,214
Cash and cash equivalents	10	95,705	81,916	95,169	81,358
Total current assets		160,939	150,681	160,407	150,130
TOTAL ASSETS		233,286	221,535	232,814	221,044
LIABILITIES					
Equity					
Share capital	11	40,656	40,656	40,656	40,656
Premium on capital stock		2,830	2,830	2,830	2,830
Reserves		30,610	30,610	30,587	30,587
Results carried forward		109,139	111,298	108,753	110,932
Total equity		183,235	185,394	182,826	185,005
Non-controlling interests		-	-	-	-
Total equity		183,235	185,394	182,826	185,005
Liabilities					
Long-term liabilities					
Provisions for employee benefits	12	2,021	1,993	2,021	1,993
Provisions for contingencies and expenses	13	2,567	3,564	2,567	3,564
Grants		850	943	850	943
Long-term lease liabilities	15	1,075	266	1,075	266
Other long-term liabilities		15,987	15,833	15,987	15,833
Total long-term liabilities		22,501	22,598	22,501	22,598
Short-term liabilities					
Trade and other liabilities	14	16,673	12,590	16,629	12,503
Short-term lease liabilities	15	616	172	616	172
Dividends payable		8,129	42	8,129	42
Short-term tax liabilities	16	2,133	738	2,113	724
Total short-term liabilities		27,551	13,542	27,487	13,441
Total Liabilities		50,051	36,140	49,988	36,039
TOTAL OWNERS' EQUITY AND LIABILITIES		233,286	221,535	232,814	221,044

The notes on pages 42 to 68 constitute an integral part of these interim condensed financial statements.

Interim Statement of Comprehensive Income

	Not e:	THE GROUP		THE COMPANY	
		1/1- 30/06/2021	1/1- 30/06/2020	1/1- 30/06/2021	1/1- 30/06/2020
Sales		34,905	34,464	34,905	34,464
Less: Cost of sales		(23,061)	(21,410)	(23,061)	(21,410)
Gross profit margin		11,844	13,054	11,844	13,054
Other operating income		3,456	1,144	3,419	1,108
		15,300	14,198	15,263	14,163
Selling and distribution expenses		(3,614)	(3,233)	(3,614)	(3,233)
Administrative expenses		(2,852)	(2,576)	(2,840)	(2,570)
Research and development expenses		(80)	(78)	(80)	(78)
Other operating expenses		(513)	(1,200)	(513)	(1,200)
Operating results		8,240	7,111	8,215	7,081
Net financial income		220	270	220	269
Results before tax		8,460	7,380	8,435	7,350
Income tax	17	(2,525)	(2,544)	(2,519)	(2,536)
Results net of tax		5,935	4,837	5,916	4,814
Attributable to:					
Parent company shareholders		5,935	4,837	5,916	4,814
Non-controlling interests		-	-	-	-
Other comprehensive income		-	-	-	-
Total comprehensive income net of tax		5,935	4,837	5,916	4,814
Attributable to:					
Parent company shareholders		5,935	4,837	5,916	4,814
Non-controlling interests		-	-	-	-
Earnings per share (in euro per share)	18	0.1635	0.1332	0.1630	0.1326

The notes on pages 42 to 68 constitute an integral part of these interim condensed financial statements.

Interim Statement of Changes in Equity

Group

	Share capital	Share premium	Statutory Reserve	Other reserves	Other comprehensive income / results carried forward	TOTAL
Balance on 1/1/2021 according to IFRS	40,656	2,830	13,574	17,035	111,300	185,394
Total comprehensive income net of tax 1/1 - 30/06/2021	-	-	-	-	5,935	5,935
Dividends distributed	-	-	-	-	(8,095)	(8,095)
Balance on 30/06/2021 according to IFRS	40,656	2,830	13,574	17,035	109,140	183,235
Balance on 1/1/2020 according to IFRS	40,656	2,830	13,310	17,035	109,381	183,212
Total comprehensive income net of tax 1/1 - 30/06/2020	-	-	-	(0)	4,837	4,837
Dividends distributed	-	-	-	-	(9,728)	(9,728)
Balance on 30/06/2020 according to IFRS	40,656	2,830	13,310	17,035	104,490	178,320

Company

	Share capital	Share premium	Statutory Reserve	Other reserves	Other comprehensive income / results carried forward	Total
Balance on 1/1/2021 according to IFRS	40,656	2,830	13,552	17,035	110,932	185,005
Total comprehensive income net of tax 1/1 - 30/06/2021	-	-	-	-	5,916	5,916
Dividends distributed	-	-	-	-	(8,095)	(8,095)
Balance on 30/06/2021 according to IFRS	40,656	2,830	13,552	17,035	108,753	182,826
Balance on 1/1/2020 according to IFRS	40,656	2,830	13,288	17,035	109,054	182,863
Total comprehensive income net of tax 1/1 - 30/06/2020	-	-	-	-	4,814	4,814
Dividends distributed	-	-	-	-	(9,728)	(9,728)
Balance on 30/06/2020 according to IFRS	40,656	2,830	13,288	17,035	104,140	177,949

The notes on pages 42 to 68 constitute an integral part of these interim condensed financial statements.

Interim Cash Flow Statement

Note:	THE GROUP		THE COMPANY	
	1/1-30/06/2021	1/1-30/06/2020	1/1-30/06/2021	1/1-30/06/2020
Cash flow from operating activities				
Earnings before income tax	8,460	7,380	8,435	7,350
Plus/(Minus) adjustments for:				
Depreciation	2,653	3,104	2,653	3,104
Depreciation of rights-of-use	231	177	231	177
Depreciation of fixed asset investment subsidies	(93)	(176)	(93)	(176)
Provisions	2,313	3,117	2,313	3,117
Offsetting of prior period provisions	(1,207)	(60)	(1,207)	(60)
Interest and related (income) / expenses	(220)	(270)	(220)	(269)
	12,137	13,273	12,112	13,243
Decrease/ (increase) in inventories	(13)	(122)	(13)	(122)
Decrease/(increase) in trade and other receivables	1,737	(4,503)	1,741	(4,499)
Increase/(decrease) of trade and other liabilities (except loans)	3,418	308	3,462	354
Decrease/(increase) in other long-term receivables	279	588	279	588
(Less):				
Interest charges and related expenses paid	(55)	(53)	(55)	(53)
Total inflow/(outflow) from operating activities (a)	17,504	9,490	17,527	9,512
Cash Flows from Investing Activities				
Purchases of tangible assets	(3,379)	(1,273)	(3,379)	(1,273)
Purchase of intangible assets	(2)	(66)	(2)	(66)
Interest received	37	185	37	185
Total inflow/(outflow) from investing activities (b)	(3,344)	(1,154)	(3,344)	(1,154)
Cash flows from financing activities				
Leasing arrangement liabilities paid	(372)	(186)	(372)	(186)
Total inflow/(outflow) from financing activities (c)	(372)	(186)	(372)	(186)
Net increase/(decrease) in cash and cash equivalents for the period (a) + (b) + (c)	13,788	8,150	13,811	8,171
Cash assets and equivalents at start of period	81,916	75,844	81,358	75,329
Cash assets and equivalents at end of period	95,705	83,994	95,169	83,500

The notes on pages 42 to 68 constitute an integral part of these interim condensed financial statements.

NOTES TO INTERIM CONDENSED FINANCIAL STATEMENTS

1. GENERAL INFORMATION ABOUT THE COMPANY AND THE GROUP

The THESSALONIKI WATER SUPPLY AND SEWERAGE CO. S.A., trading as EYATH S.A. (hereinafter the Company) has its registered offices at 91 Tsimiski St., Thessaloniki GR-54635, and has been listed since 2001 with its shares traded in the high cap category on the Athens Exchange. It provides water supply and sewerage services to more than 1 million citizens in the wider Thessaloniki urban area.

Thessaloniki Water Supply and Sewerage Co. S.A. (EYATH) is a societe anonyme which was established by Article 20 of Law 2651/1998 (Government Gazette 248/A) following the merger of the companies "Thessaloniki Water Supply Organisation S.A." (OYTH S.A.) and "Thessaloniki Sewerage Organisation S.A." (OATH S.A.). Article 18 of Law 2937/2001 states that EYATH S.A. is governed by the provisions of Law 4548/2018, Article 22 of Law 2733/1999 which applies to EYATH S.A. from publication of that law, and also by the provisions of Emergency Law 1563/1939, Legislative Decree 787/1970, Presidential Decrees 156/1997 and 157/1997 and Article 20 of Law 2651/1998, and is under the supervision of the Ministers of Finance and Macedonia-Thrace.

Decision no. EFA/606/26-7-2001 of the Ministers of Economy-Finance-Macedonia-Thrace was issued pursuant to Article 18(9) of Law 2937/2001 (Government Gazette 989/B/30.07.2001), and the Company's Articles of Association were drawn up. These Articles of Association, as amended and codified on 20.12.2019, were lawfully entered in the GCR on 9.3.2020 with entry number 2099211 (notice no. 1919394).

Article 18(2) of Law 2937/2001 and Article 4(1)(a) of its Articles of Association expressly state that EYATH S.A.'s objects include the provision of water supply and sewerage services, the design, construction, installation, operation, running, management, maintenance, extension and renewal of water supply and sewerage systems. To achieve its objects, the Company can (among other things) enter into all manner of contracts.

Moreover, under Article 20 of Law 2937/2001 and the tripartite agreement of 27.7.2001 signed by the Greek State, EYATH S.A. Fixed Assets and EYATH S.A., an exclusive right to provide water supply and sewerage services in the geographical areas within its remit, as defined in Article 26(1) of that same Law was conferred on EYATH S.A.

Moreover, via the subsidiary EYATH SERVICES S.A., the Group seeks to provide telecom services via the water supply and sewerage networks and is also involved in the generation and sale of electricity, which is primarily generated by utilising water from springs, dams, aqueducts and pipelines.

Board of Directors:

1. Agis Papadopoulos, Chairman, non-executive member
2. Anthimos Amanatidis, CEO, executive member
3. Grigorios Penelis, Vice Chairman, independent non-executive member.
4. Theodoros Koulouris, executive member
5. Nikos Klitou, independent non-executive member, Chairman of the Audit Committee.
6. Georgios Satlas, non-executive member
7. Sofia Ammanatidou, independent non-executive member
8. Katerina Tsikaloudaki, non-executive member
9. Maria Petala, independent non-executive member
10. Georgios Archontopoulos, employee representative, non-executive member
11. Ioannis Mitzias, employee representative, non-executive member

Companies Reg. No. 41913/ 06/ B/ 98/ 32
General Commercial Reg. No. 58240404000

Auditing Company: GRANT THORNTON SA
56 Zefyrou St.
Paleo Faliro GR-17564
Athens, Greece
ICPA (GR) Reg. No. 127

2. BASIS FOR THE PREPARATION OF FINANCIAL STATEMENTS

2.1 Basis of preparation of the financial statements

These condensed financial statements have been prepared in accordance with the International Financial Reporting Standards (IFRS), including the International Accounting Standards (IAS) and interpretations issued by the International Financial Reporting Interpretations Committee as adopted by the European Union up to 30 June 2021 and in accordance with International Accounting Standard 34 (Interim Financial Reporting). The interim condensed financial statements must be read in conjunction with the annual financial statements dated 31.12.2020 which are available on the internet at the Company's website www.eyath.gr.

The key accounting policies implemented for drawing up the interim condensed financial statements for the six-month period that ended on 30.6.2021 are the same as those that followed when drawing up the annual financial statements for the year ended on 31.12.2020, which are described therein, after taking into consideration the amendments to standards and interpretations presented below, implementation of which became mandatory for accounting periods commencing after 1.1.2021. Where necessary, the comparable data have been reclassified to reconcile with any changes to the presentation of the current period's data. Any differences between the amounts reported in the interim condensed financial statements and the respective amounts in the notes are due to rounding.

The interim condensed financial statements have been prepared based on historical cost and the going concern principle, as disclosed below in the company's accounting policies, and were approved by the BoD on 23.9.2021.

Preparing the financial statements in accordance with the IFRS requires the adoption of certain estimates and assumptions. It also requires Management to use its discretion when implementing the Company's accounting policies. When preparing these interim condensed financial statements, the main accounting estimates and judgements adopted by Management to implement the Group's accounting policies are consistent with those applied to the annual financial statements as at 31.12.2020. Moreover, the main sources of uncertainties which existed when preparing the annual financial statements as at 31.12.2020 remained unchanged for the interim condensed financial statements as at 30.6.2021.

These interim condensed financial statements are presented in Euro, which is the currency of the primary economic environment in which the company operates.

2.2. New standards, amendments to standards and interpretations

Specific new standards, amendments to standards and interpretations have been issued which are mandatory for accounting periods which commence on or after 1.1.2021. Where not otherwise stated, other amendments and interpretations which applied for the first time in 2021 have no impact on the consolidated financial statements. The Group and Company did not engage in early adoption of standards, interpretations or amendments which have been issued by the IASB and adopted by the EU, which are not mandatorily applicable in the 2021 period.

Standards and interpretations mandatory for periods commencing during the current financial year**IFRS 16 (Amendment) “COVID-19-Related Rent Concessions”**

The amendment provides lessees (but not lessors) with an optional exemption from assessing whether a COVID-19-related rent concession is a lease modification. Lessees can choose to account for rent concessions as if such concessions were not lease modifications.

IFRS 4 (Amendment) “Extension of the Temporary Exemption from Applying IFRS 9”

The amendment changes the specified end date for the temporary exemption in IFRS 4 (Insurance Contracts) from the application of IFRS 9 (Financial Instruments) so that entities are obliged to apply IFRS 9 for annual periods beginning on or after 1.1.2023.

IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 (Amendments) “Interest Rate Benchmark Reform - Phase 2”

The amendments complement those issued in 2019 and focus on the effects on financial statements when a company replaces the old interest rate benchmark with an alternative benchmark rate as a result of the reform. More specifically, the amendments relate to how a company will account for changes in the contractual cash flows of financial instruments, how it will account for changes in its hedging relationships, and the information which must be disclosed.

Standards and Interpretations mandatory for later accounting periods**IFRS 16 (Amendment) “COVID-19-Related Rent Concessions — Extension of practical expedient”**
(effective for annual accounting periods beginning on or after 1.4.2021)

The amendment extends, by one year, the application period of the practical expedient in relation to rent concessions to cover rental concessions that reduce lease payments due on or before 30 June 2022.

IFRS 17 “Insurance contracts” and Amendments to IFRS 17 (effective for annual accounting periods beginning on or after 1.1.2023)

IFRS 17 was issued in May 2017 and along with amendments to IFRS 17 issued in June 2020, it replaces IFRS 4. IFRS 17 establishes the principles of recognition, measurement and presentation of insurance contracts which fall within the standard’s scope and the relevant disclosures. The objective of the standard is to ensure that an entity provides relevant information that faithfully represents those contracts. The new standard solves the comparison problems created by IFRS 4 by requiring all insurance contracts to be accounted for in a consistent manner. Insurance obligations will be accounted for using current values – instead of historical cost. The standard has not yet been adopted by the European Union.

IAS 1 (Amendment) “Classification of liabilities as current or non-current” (effective for annual accounting periods beginning on or after 1.1.2023)

This amendment clarifies that liabilities are classified as current or non-current based on the rights in force at the end of the reporting period. Classification is not affected by the entity’s expectations or by events after the reporting date. Moreover, the amendment clarifies the meaning of the term ‘settlement’ of an obligation under IAS 1. This amendment has not yet been adopted by the European Union.

IAS 1 (Amendments) "Presentation of Financial Statements" and IFRS Practice Statement 2 "Disclosure of Accounting Policies" (effective for annual accounting periods beginning on or after 1.1.2023)

The amendments require companies to provide information about their accounting policies when they are material, and provide guidance about the concept of materiality when applied to accounting policy disclosures. These amendments have not yet been adopted by the European Union.

IAS 16 (Amendment) "Property Plant and Equipment – Proceeds before intended use" (effective for annual accounting periods beginning on or after 1.1.2022)

The amendment prohibits an entity from deducting from the cost of property plant and equipment any proceeds received from the sale of items produced while the entity is readying the asset for its intended use. It also requires entities to disclose separately the amounts of income and expenses related to such items produced which are not the result of the entity's normal activities.

IAS 37 (Amendment) "Onerous Contracts — Cost of Fulfilling a Contract" (effective for annual accounting periods beginning on or after 1.1.2022)

The amendment clarifies that "the cost of fulfilling a contract" comprises the costs that relate directly to the contract and the allocation of other costs that relate directly to fulfilling the contract. The amendment also clarifies that, before recognising a separate provision for an onerous contract, an entity must recognise any impairment losses on the assets used to fulfil the contract, and not on assets dedicated only to the specific contract.

IFRS 3 (Amendment) "Reference to the Conceptual Framework" (effective for annual accounting periods beginning on or after 1.1.2022)

The amendment updated the standard to refer to the Conceptual Framework for Financial Reporting issued in 2018 when it is necessary to determine what constitutes an asset or liability in a business combination. In addition, an exception was added for certain types of liabilities and contingent liabilities acquired in a business combination. Lastly, it should be clarified that the acquirer must not recognise contingent assets as defined in IAS 37 on the acquisition date.

IAS 8 (Amendments) "Accounting Policies, Changes in Accounting Estimates and Errors: "Definition of Accounting Estimates" (effective for annual accounting periods beginning on or after 1.1.2023)

The amendments clarify how companies should distinguish changes in accounting policies from changes in accounting estimates. These amendments have not yet been adopted by the European Union.

IAS 12 (Amendments) "Deferred Tax related to Assets and Liabilities arising from a Single Transaction" (effective for annual accounting periods beginning on or after 1.1.2023)

The amendments require companies to recognise deferred tax in specific transactions which, upon initial recognition, leads to equal amounts of taxable and deductible interim differences. This usually applies to transactions such as leases for lessees and decommissioning obligations. These amendments have not yet been adopted by the European Union.

Annual improvements to the IFRS 2018-2020 (effective for annual accounting periods beginning on or after 1.1.2022)

The amendments presented below describe the basic changes to certain IFRSs.

IFRS 9 "Financial instruments"

The amendment examines which costs should be included in the ten per cent test for derecognition of financial liabilities. The relevant costs or fees could be paid either to third parties or to the creditor. Under the amendment, the cost or fees paid to third parties will not be included in the ten per cent test.

IFRS 16 "Leases"

The amendment removed the example for payments by the lessor relating to lease improvements in explanatory example 13 of the standard in order to remove any possible confusion about how lease incentives are handled.

2.3. Transitional provisions on implementation of the final decision on the agenda entitled "Attributing benefit to periods of service (IAS 19)"

In May 2021 the International Financial Reporting Interpretations Committee (the Committee) issued a final agenda decision entitled "Attributing Benefits to Periods of Service (IAS 19)" which includes explanatory material about how benefits are to be attributed to periods of service in a specific defined benefit plan similar to that specified in Article 8 of Law 3198/1955 in relation to the provision of retirement compensation (the Defined Benefit Plan in Labour Law).

More specifically, the final decision on the Committee's agenda item provides explanatory information about the application of the basic principles and rules in IAS 19 on how benefits are to be attributed to periods of service of a similar defined benefit plan to that specified in the Defined Benefit Plan in Labour Law.

This explanatory information differentiates the way in which the basic principles and rules of IAS 19 were applied in Greece in the past in this regard, and consequently in accordance with the provisions of "IASB Due Process Handbook (par. 8.6)" entities preparing their financial statements in accordance with the IFRS must amend their accounting policy accordingly in this regard.

In light of this, the final decision on the Committee's agenda item will be treated as a change in accounting policy. This decision shall be implemented in accordance with paragraphs 19-22 of IAS 8. The change in accounting policy shall be applied retroactively by adjusting the starting balance of each affected equity item for the periods prior to those presented and other comparative amounts for each prior period presented as if the new accounting policy had always been in use.

The requirements of IAS 8 on disclosures in cases of changes in accounting policies should be applied accordingly. This final decision of the Committee is effective immediately.

The Group has prepared a plan to implement this change in accounting policy with the date on which the plan is completed being set as the end of the year so that the impact can be presented in the annual financial statements for the period which ends on 31 December 2021. At present, it is not possible to reliably determine the expected impact from the change in the aforementioned accounting policy.

2.4. Basis of consolidation:

The interim condensed consolidated financial statements for the current and comparative period include the Company and its subsidiary EYATH SERVICES S.A. . The following table presents the parent and the subsidiary included in the consolidation, together with the corresponding participation percentages, the country where they are registered as well as their activity.

COMPANIES	% GROUP	COUNTRY	ACTIVITY
THESSALONIKI WATER SUPPLY AND SEWERAGE CO. S.A. (EYATH)	PARENT COMPANY	GREECE	Water supply & Sewerage Services

EYATH SERVICES S.A.

100%

GREECE

Provision of all types of Water supply & Sewerage Services, telecommunication services & production / sale of electricity
Work to build and maintain water management facilities (dams, aqueducts) and manage water resources.

In the Company's financial statements, holdings in subsidiaries are valued at acquisition cost less any subsequent provisions for impairment in their value. Each year and/or whenever there is an indication of impairment, the Company examines the book value of the said holdings in relation to their recoverable value based on the fair value less cost to sell and the value in use.

3. SEGMENTAL REPORTING

After evaluating the Group's activity, Management has designated the Provision of Water Supply Services and the Provision of Sewerage Services as its operating segments. The break-down per segment of activity is as follows:

3.1. Break-down per Business Segment (primary reporting type)

3.1.1. Distribution of income statement per business segment

	Group data for the period 1/1 - 30/06/2021		
	Provision of Water Supply Services	Provision of Sewerage Services	GROUP TOTAL
Sales to third parties	22,840	12,065	34,905
Less: Total cost of sales	(12,027)	(11,034)	(23,061)
Gross Profit	10,813	1,031	11,844
Other operating income	1,788	1,667	3,456
Selling and distribution expenses	(2,286)	(1,329)	(3,614)
Administrative expenses	(1,599)	(1,253)	(2,852)
Research and development expenses	(56)	(24)	(80)
Other operating expenses	(336)	(177)	(513)
Earnings / (losses) before taxes, financial and investment results	8,325	(85)	8,240
Net Financial Income	157	63	220
Normal operating results	8,482	(22)	8,460
Results before tax	8,482	(22)	8,460
Income tax	(2,535)	10	(2,525)
Results net of tax	5,947	(12)	5,935
Earnings before taxes, financial and investment results and depreciation	9,637	1,394	11,031

	Group data for the period 1/1 - 30/06/2020		
	Provision of Water Supply Services	Provision of Sewerage Services	GROUP TOTAL
Sales to third parties	22,832	11,632	34,464
Less: Total cost of sales	(12,014)	(9,396)	(21,410)
Gross Profit	10,819	2,236	13,054
Other operating income	758	386	1,144
Selling and distribution expenses	(2,071)	(1,162)	(3,233)
Administrative expenses	(1,473)	(1,102)	(2,576)
Research and development expenses	(49)	(29)	(78)
Other operating expenses	(795)	(405)	(1,200)

Earnings / (losses) before taxes, financial and investment results
Net financial income
Normal operating results
Results before tax
Income tax
Results net of tax

7,188	(77)	7,111
216	54	270
7,404	(23)	7,380
7,404	(23)	7,380
(2,555)	11	(2,544)
4,849	(12)	4,837
8,680	1,536	10,216

Earnings before taxes, financial and investment results and depreciation

3.1.2. Distribution of assets and liabilities per business segment

Fixed Assets
Trade receivables, contractual assets and other receivables
Non-allocated assets
Total Assets
Future subsidy income
Liabilities
Non-allocated liabilities
Total Liabilities

Group data as at 30/06/2021		
Provision of Water Supply Services	Provision of Sewerage Services	GROUP TOTAL
37,407	28,356	65,764
41,668	22,011	63,679
-	-	103,843
79,075	50,368	233,286
-	850	850
17,336	9,157	26,493
-	-	205,943
17,336	10,007	233,286

Fixed Assets
Trade receivables, contractual assets and other receivables
Non-allocated assets
Total Assets
Future subsidy income
Liabilities
Non-allocated liabilities
Total Liabilities

Group data as at 31/12/2020		
Provision of Water Supply Services	Provision of Sewerage Services	GROUP TOTAL
36,210	27,449	63,658
43,695	23,528	67,223
-	-	90,654
79,904	50,977	221,535
-	943	943
8,495	4,574	13,070
-	-	207,522
8,495	5,517	221,535

3.2. Break-down per Geographical Segment (secondary reporting type)

The Group's registered offices are in Greece and all the activities take place in Greece.

4. CHANGES IN FINANCIALS

Group turnover came from the sale of water supply and sewerage services and stood at € 34,905 compared to € 34,464 during the corresponding period last year, reflecting a rise of € 440 or 1.28%.

The cost of sales stood at € 23,061 compared to € 21,410 in the same period in 2020, up € 1,651 or 7.71%. Consequently, Gross Profit for the period ended stood at € 11,844 compared to € 13,054 for the same period last year, down € 1,210 thousand or 9.27%. The cost of sales rose primarily due to the increased cost of repairs and maintenance work, and in particular the maintenance of the Thessaloniki Wastewater Biological Treatment Plant, and secondarily due to the increased fees and expenses of third parties in the context of implementing the investment plan.

Other operating income stood at € 3,456 compared to € 1,144, up € 2,312 or 202.14% primarily due to the fact that a section of the output (electricity and natural gas) was being rolled over from maintenance

of the Thessaloniki Wastewater Biological Treatment Plant and provisions were reversed from finalising the Group's litigation.

The Group's operating expenses rose by € 659 or 11.19% primarily due to the increase in third party fees and expenses as well as sundry expenses.

Other operating expenses stood at € 513 compared to € 1,200 in the comparable six-month period in 2020, down some 57.23% due to the formation of significantly lower provisions for sludge removal and the litigation compared to the first six months of 2020.

As a result of the above, Group EBT was € 8,460 compared to € 7,380 during the corresponding period last year, up € 1,080 or 14.63%. Finally, Earnings After Tax on 30/06/2021 stood at € 5,935 compared to € 4,837, up by € 1,099 or 22.71% due to the above events, coupled with a drop in the tax rate from 24% to 22%.

The EYATH S.A. Group's EBITDA during the period ended stood at € 11,031 compared to € 10,216 in the same period last year, up some € 815 or 7.98%.

Finally, Group cash and cash equivalents at the end of the period on 30/06/2021 stood at € 95,705 compared to € 81,916 on 31/12/2020, an increase of € 13,788 or 16.83%.

5. TANGIBLE AND INTANGIBLE ASSETS

The Group's and Company's tangible assets can be broken down as follows:

	THE GROUP					
	Plots – lots	Buildings and building facilities	Machinery & Mechanical Installations	Transportation equipment	Furniture and other equipment	Fixed assets under construction
Acquisition value						
Balance on 1/1/2021	18,896	5,940	121,613	1,853	4,790	3,352
Additions 1/1 - 30/06/2021	-	15	633	-	66	2,666
Redistributions 1/1 - 30/06/2021	-	-	2,094	-	-	(2,094)
Sales 1/1 - 30/06/2021	-	-	-	-	(0)	-
Total on 30/06/2021	18,896	5,955	124,340	1,853	4,855	3,925
Accumulated depreciation						
Balance on 1/1/2021	-	(2,511)	(86,183)	(1,378)	(3,559)	-
Depreciation of period 1/1 - 30/06/2021	-	(80)	(2,360)	(41)	(128)	-
Total on 30/06/2021	-	(2,591)	(88,543)	(1,419)	(3,688)	-
Carried value on 30/6/2021	18,896	3,364	35,797	433	1,168	3,925
	THE GROUP					
	Plots – lots	Buildings and building facilities	Machinery & Mechanical Installations	Transportation equipment	Furniture and other equipment	Fixed assets under construction
Acquisition value						
Balance on 1/1/2020	18,896	5,940	118,683	1,881	4,393	3,644
Additions 1/1 - 31/12/2020	-	-	368	-	397	2,270
Redistributions 1/1 - 31/12/2020	-	-	2,562	-	-	(2,562)
Sales 1/1 - 31/12/2020	-	-	-	(28)	-	-
Total on 31/12/2020	18,896	5,940	121,613	1,853	4,790	3,352
Accumulated depreciation						
Balance on 1/1/2020	-	(2,352)	(80,552)	(1,307)	(3,328)	-
Depreciation of period 1/1 - 31/12/2020	-	(159)	(5,631)	(85)	(231)	-
Sales 1/1 - 31/12/2020	-	-	-	14	-	-
Total on 31/12/2020	-	(2,511)	(86,183)	(1,378)	(3,559)	-
Carried value on 31/12/2020	18,896	3,429	35,430	475	1,230	3,352

Acquisition value
Balance on 1/1/2021

Additions 1/1 - 30/06/2021

Redistributions 1.1 - 30/06/2021

Sales 1/1 - 30/06/2021

Total on 30/06/2021
Accumulated depreciation
Balance on 1/1/2021

Depreciation of period 1/1 - 30/06/2021

Total on 30/06/2021
Carried value on 30/6/2021

THE COMPANY						
Plots – lots	Buildings and building facilities	Machinery & Mechanical Installations	Transportation equipment	Furniture and other equipment	Fixed assets under construction	Total
18,896	5,940	121,613	1,853	4,790	3,352	156,444
-	15	632	-	66	2,666	3,379
-	-	2,094	-	-	(2,094)	-
-	-	-	-	(0)	-	(0)
18,896	5,955	124,340	1,853	4,855	3,925	159,823
-	(2,511)	(86,183)	(1,378)	(3,559)	-	(93,631)
-	(80)	(2,360)	(41)	(128)	-	(2,610)
-	(2,591)	(88,543)	(1,419)	(3,688)	-	(96,241)
18,896	3,364	35,797	433	1,168	3,925	63,582

Acquisition value
Balance on 1/1/2020

Additions 1/1 - 31/12/2020

Redistributions 1/1 - 31/12/2020

Sales 1/1 - 31/12/2020

Total on 31/12/2020
Accumulated depreciation
Balance on 1/1/2020

Depreciation of period 1/1 - 31/12/2020

Sales 1/1 - 31/12/2020

Total on 31/12/2020
Carried value on 31/12/2020

THE COMPANY						
Plots – lots	Buildings and building facilities	Machinery & Mechanical Installations	Transportation equipment	Furniture and other equipment	Fixed assets under construction	Total
18,896	5,940	118,683	1,881	4,393	3,644	153,437
-	-	368	-	397	2,270	3,035
-	-	2,562	-	-	(2,562)	-
-	-	-	(28)	-	-	(28)
18,896	5,940	121,613	1,853	4,790	3,352	156,444
-	(2,352)	(80,552)	(1,307)	(3,328)	-	(87,539)
-	(159)	(5,631)	(85)	(231)	-	(6,106)
-	-	-	14	-	-	14
-	(2,511)	(86,183)	(1,378)	(3,559)	-	(93,631)
18,896	3,429	35,430	475	1,230	3,352	62,813

The additions to assets under construction worth € 1,146 for the current period relate to energy and operational improvement works at the Thessaloniki Wastewater Biological Treatment Plant. The other amounts for additions in this account relate to urgent water supply and sewerage works.

Group and Company intangible assets can be broken down as follows:

Acquisition value
Balance on 1/1/2021

Additions 1/1 - 30/06/2021

Total on 30/06/2021
Accumulated depreciation
Balance on 1/1/2021

Depreciation of period 1/1 - 30/06/2021

Total on 30/06/2021
Carried value on 30/6/2021

GROUP AND COMPANY	
Software Applications	Total
1,723	1,723
2	2
1,725	1,725
(1,568)	(1,568)
(42)	(42)
(1,611)	(1,611)
115	115

Acquisition value
Balance on 1/1/2020
Additions 1/1 - 31/12/2020
Total on 31/12/2020

Accumulated depreciation
Balance on 1/1/2020
Depreciation of period 1/1 - 31/12/2020
Total on 31/12/2020

Net carried value on 31/12/2020

GROUP AND COMPANY	
Software Applications	Total
1,650	1,650
73	73
1,723	1,723
(1,433)	(1,433)
(135)	(135)
(1,568)	(1,568)
155	155

No encumbrances have been registered on the Company's and the Group's assets.

6. RIGHT-OF-USE ASSETS

The recognised right-of-use assets which are presented in the assets in the Group and Company's statement of financial position are rights to use buildings. They are as follows:

Recognition value
Balance on 1/1/2021
Additions 1/1 - 30/06/2021
Total on 30/06/2021

Accumulated depreciation
Balance on 1/1/2021
Depreciation of period 1/1 - 30/06/2021
Total on 30/06/2021

Carried value on 30/6/2021

GROUP AND COMPANY	
Buildings and building facilities	Total
1,396	1,396
1,608	1,608
3,004	3,004
(706)	(706)
(231)	(231)
(937)	(937)
2,067	2,067

Recognition value
Balance on 1/1/2020
Additions 1/1 - 31/12/2020
Settlements 1/1 - 31/12/2020
Total on 31/12/2020

Accumulated depreciation
Balance on 1/1/2020
Depreciation of period 1/1 - 31/12/2020
Total on 31/12/2020

Carried value on 31/12/2020

GROUP AND COMPANY	
Buildings and building facilities	Total
1,425	1,425
-	-
(29)	(29)
1,396	1,396
(353)	(353)
(353)	(353)
(706)	(706)
690	690

The additions to the Group's rights-of-use relate to the new lease agreement for 91 Tsimiski St. and the renewal of the lease agreement for 98 Tsimiski St.

7. PARTICIPATIONS IN SUBSIDIARIES

Company participations in subsidiaries and the relevant transactions for the year can be broken down as follows:

Opening balance
Share capital decrease in holdings
Reversal of impairment of holdings
Closing balance

30.6.2021	31.12.2020
60	60
-	(2,000)
-	2,000
60	60

At the Extraordinary General Meeting of the subsidiary EYATH SERVICES S.A. on 26.6.2020 it was decided, among other things, to reduce the Company's share capital by € 2,000,000.00 followed by an offset of losses of an equal amount, and to cancel 4 million registered shares (4,000,000) in implementation of Article 119(4) of Law 4548/2018 on equity, and to amend Article 5 of the Articles of Association accordingly, which was done on 26.6.2020. At the same time, the Company reduced the already existing impairment provision of the subsidiary, which had been formed in 2018 by the same amount.

8. INVENTORIES

Group and Company inventories can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Raw direct and indirect materials - consumables - spare parts	1,590	1,549	1,590	1,549
Advances for stocks/inventories	-	28	-	28
Impairment of inventories	(35)	(35)	(35)	(35)
Total after impairment	1,555	1,542	1,555	1,542

There is an impairment provision of € 35 on the Group's inventories (2020: €35). There are no pledges on the Group's inventories.

9. TRADE AND OTHER RECEIVABLES

Group and Company trade receivables can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Trade receivables	48,333	51,080	48,317	51,064
Doubtful – disputed customers and debtors	36,250	34,178	36,250	34,178
Contractual assets	12,058	12,716	12,058	12,716
Non-current receivables from currently earned income	817	1,237	817	1,237
	97,458	99,210	97,443	99,195
Less: Provision for bad debt	(36,250)	(34,178)	(36,250)	(34,178)
Total trade receivables and contractual assets	61,208	65,033	61,192	65,017

The “contractual assets” account relates to accrued, uninvoiced income from customers from supplying water and sewerage services, which will be invoiced for in the subsequent period.

The “Non-current receivables from currently earned income” account includes a provision for uninvoiced revenues for 2021 from the Central Macedonia Region for the part of the relevant bilateral agreement which was implemented.

The book values of the above receivables represent their fair value and no discounting is required on the Balance sheet date.

17.92% of the value of trade receivables comes from one customer, however, since it is a Greek state agency, the company considers that there is no question of it not being able to pay the amounts owed to the Company, nor is there any concentration risk from providing credit to the specific customer.

As far as the rest of the trade receivables portfolio is concerned, there is no concentration of credit risk since the Company has a large number of customers and the credit risk is spread.

The parent company sends bills to customers - consumers of water three times a year. Each bill is for the consumption of water of a calendar quarter.

Group and Company other receivables can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Loans and other receivables from staff	210	393	210	393
Other receivables from related parties (Note 20)	-	-	24	24
Sundry debtors	854	973	849	972
Advances and credit control account	110	109	110	109
Prepaid expenses	39	98	39	98
Non-current receivables from currently earned income	1,278	620	1,278	620
Greek State - Other Receivables	830	847	830	847
	3,322	3,041	3,342	3,065
Less: Provision for bad debt	(851)	(851)	(851)	(851)
Total other receivables	2,471	2,190	2,491	2,214

The "Loans and other receivables from staff" account includes interest-free short-term payrolling advances, cash assistance and short-term interest-bearing loans to staff.

The advances and credit management account on 30/06/2021 mainly included receivables-bills for payment of the Company's collectors and other associates.

The "Greek State - Other Receivables" account consists of the balance of the tax advance for the year ended, other tax withholdings for the current period and trade and other receivables from the Greek State.

The change in the provision for impairment of trade and other bad debt can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Opening balance	35,028	32,001	35,028	32,001
Provisions (expenses) for current period	2,745	3,640	2,745	3,640
Provisions used in current period	(672)	(613)	(672)	(613)
Closing balance	37,101	35,028	37,101	35,028

To measure expected future credit losses, the Group and Company divide up receivables based on maturity. The loss rates for each category of receivables were estimated based on historical data and taking into account current conditions.

10. CASH AND CASH EQUIVALENTS

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Cash	7	3	7	3
Sight deposits	55,798	46,413	55,262	45,855
Time deposits	39,900	35,500	39,900	35,500
Total	95,705	81,916	95,169	81,358

Cash assets include cash in hand for the Company and its subsidiary, and bank deposits available upon demand.

All sight and time deposits are deposited with Greek banks.

11. SHARE CAPITAL

The Company/Group's share capital can be broken down as follows. All amounts are in € apart from the number of shares.

Number of registered shares
Nominal value per share (in Euro)
Nominal value

Premium on capital stock

30.6.2021	31.12.2020
36,300,000	36,300,000
1.12	1.12
40,656,000	40,656,000
2,829,985	2,829,985

Company shares are listed for trading on the Large Capitalisation category of the Athens Exchange.

According to the Company's Shareholder Registry, on 30/06/2021, shareholders with a significant participation percentage in the Company were:

SHAREHOLDER	Number of shares held	Holding on 30/06/2021
HCAP	18,150,001	50.00% +1
HRADF	8,717,999	24.02%
SUEZ GROUPE	1,982,870	5.46%
Other shareholders	7,449,130	20.52%
Total	36,300,000	100.00%

At its meeting on 21.2.2018, the Interministerial Committee for Restructuring and Privatisation decided to:

1. Revoke Interministerial Committee for Restructuring and Privatisation decision No. 195/27.10.2011 (Government Gazette 754/B) to the extent that it transferred 14,520,000 shares in EYATH owned by the Greek State to the company Hellenic Republic Asset Development Fund S.A. That decision is effective from 1.1.2018.
2. Revoke Interministerial Committee for Restructuring and Privatisation decision No. 206/25.4.2012 (Government Gazette 1363/B/26.4.2012), to the extent that it transferred 3,630,001 shares in EYATH owned by the Greek State to the company Hellenic Republic Asset Development Fund S.A. That decision is effective from 1.1.2018.

The decision was published in Government Gazette 614/B/22.2.2018. In light of that 18,150,001 shares of EYATH S.A. belong to the State (50% + 1 share) and 8,717,999 shares (24.017%) belong to HRADF.

According to the notice submitted by the Ministry of Finance, which the company received by email on 21.3.2018, on 20.3.2018 following an OTC trade on that date the Hellenic Republic transferred free of charge 18,150,001 shares in EYATH S.A. to HCAP, in accordance with Article 380(20) of Law 4512/2018 as amended by Article 197(1) of Law 4389/2016. That transfer is effective from 1.1.2018. HCAP directly holds 50% + 1 share in EYATH and via HRADF indirectly holds 24.02%, which directly holds 24.02%. HCAP's voting rights account for 74.02% of the capital.

The total voting rights controlled by the Greek State remain at 74.02%. The Greek State owns all voting rights in Hellenic Corporation of Assets and Participations S.A. (HCAP S.A.) which in turn holds all voting rights in HRADF.

The Greek State's total direct and indirect holding in those companies has not changed.

12. PROVISIONS FOR EMPLOYEE BENEFITS

The Company's and Group's obligation to staff employed in Greece for future payment of benefits depending on their length of previous service is measured and presented based on the accrued right

expected to be paid to each employee, on the balance sheet date, discounted at present value, compared to the expected time of payment. The accrued benefits of each period are charged in profit or loss with corresponding increase of the pension liability. The payment of benefits to employees leaving due to retirement correspondingly decrease the pension liability.

The number of staff employed in the Group and Company and the corresponding payroll cost are as follows:

	GROUP AND COMPANY	
	01/01- 30/06/2021	1/1-30/06/2020
Payroll expenses	5,127	5,091
Employer contributions	1,191	1,284
Other benefits and staff expenses	163	134
Personnel dismissal and retirement compensation provision	46	47
Total cost	6,528	6,556
No. of employees	326	361

Provisions for employee benefits recognised in the interim condensed statement of financial position are as follows:

	GROUP AND COMPANY	
	30.6.2021	31.12.2020
Provisions for retirement benefits	2,021	1,993
	2,021	1,993

The Group and Company obligation to pay compensation to its staff leaving due to retirement is reduced based on an actuarial study which is prepared by an independent company of certified actuaries. The change in the account during the current period was primarily due to the impact on the results for the period based on the cost estimate of 30.6.2021 based on the actuarial study dated 31.12.2020.

13. PROVISIONS FOR CONTINGENCIES AND EXPENSES

A provision of € 84 covers contingent liabilities that may arise during the settlement of litigation with third parties and Company staff. The provision of € 110 relates to the cost of removing an accumulated quantity of sludge from the Thessaloniki Waste Water Treatment Plant.

Income from unused provisions worth € (911) mainly relates to existing provisions for litigation.

Group and Company provisions can be broken down as follows:

	GROUP AND COMPANY		
	Pending litigation	Provisions for contingencies & expenses	Total
Long-term provisions			
01/01/2021	3,075	489	3,564
Additional provisions for period	84	110	194
Income from unused provisions	(911)	-	(911)
Provisions utilised	-	(279)	(279)
30/06/2021	2,248	319	2,567

	GROUP AND COMPANY		
	Pending litigation	Provisions for contingencies & expenses	Total
Long-term provisions			
01/01/2020	3,191	380	3,571
Additional provisions for period	1,173	489	1,662
Income from unused provisions	(355)	-	(355)
Provisions utilised	(934)	(380)	(1,314)
31/12/2020	3,075	489	3,564

14. TRADE AND OTHER LIABILITIES

The total liabilities of the Group and the Company to suppliers and other third parties are broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Suppliers	9,828	6,956	9,805	6,941
Cheques payable	10	11	10	11
Other Taxes - Duties	1,240	1,154	1,239	1,141
Insurance and pension fund dues	495	637	495	637
Accrued expenses	3,242	2,498	3,224	2,440
Sundry creditors	1,858	1,334	1,856	1,332
Total	16,673	12,590	16,629	12,503

15. LEASE LIABILITIES

Group and Company lease liabilities can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Adjusted balance of lease liabilities as at 1.1.2021	438	438	438	438
Of which:				
Long-term lease liabilities	266	266	266	266
Short-term lease liabilities	172	172	172	172
Lease liabilities as at 1.1.2021	438	438	438	438
Liabilities from new contracts	1,304	1,304	1,304	1,304
Additions / Adjustments	4	4	4	4
Lease repayments	(72)	(72)	(72)	(72)
Financial cost for period	17	17	17	17
Lease liabilities as at 30.6.2021	1,691	1,691	1,691	1,691
Of which:				
Long-term lease liabilities	1,075	1,075	1,075	1,075
Short-term lease liabilities	616	616	616	616
Lease liabilities as at 30.6.2021	1,691	1,691	1,691	1,691

Adjusted balance of lease liabilities as at 1.1.2020

Of which:

Long-term lease liabilities
Short-term lease liabilities

Lease liabilities as at 1.1.2020

Lease repayments

Financial cost for period

Lease liabilities as at 31.12.2020

Of which:

Long-term lease liabilities
Short-term lease liabilities

Lease liabilities as at 31.12.2020

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Adjusted balance of lease liabilities as at 1.1.2020	811	811	811	811
Of which:				
Long-term lease liabilities	469	469	469	469
Short-term lease liabilities	342	342	342	342
Lease liabilities as at 1.1.2020	811	811	811	811
Lease repayments	(403)	(403)	(403)	(403)
Financial cost for period	30	30	30	30
Lease liabilities as at 31.12.2020	438	438	438	438
Of which:				
Long-term lease liabilities	266	266	266	266
Short-term lease liabilities	172	172	172	172
Lease liabilities as at 31.12.2020	438	438	438	438

16. SHORT-TERM TAX LIABILITIES

Group and Company short-term tax liabilities can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Income tax	2,133	738	2,113	724
	2,133	738	2,113	724

17. INCOME TAX

The tax burden on the results was as follows:

	THE GROUP		THE COMPANY	
	1/1-30/06/2021	1/1-30/06/2020	1/1-30/06/2021	1/1-30/06/2020
Income tax	2,192	2,574	2,186	2,567
Deferred tax	333	(31)	333	(31)
Total	2,525	2,544	2,519	2,536

Income tax for the period is calculated based on the local tax rates applicable.

International Accounting Standard 12 "Income Taxes" states that deferred tax assets and liabilities are calculated, without discounting, at the tax rates that are expected to be applied during the period when they are realised, provided that they have been adopted or effectively adopted on the reporting date.

Under the provisions of Article 120 of Law 4799/2021 (Government Gazette 78/A/18.5.2021) which amended Article 58 of the Hellenic Income Tax Code (Law 4172/2013) the tax rate for profits from business activity acquired by legal persons and legal entities is reduced from 24% to 22% for income acquired in the 2021 tax year and thereafter. Consequently, during the current period income tax and deferred tax have been calculated using the income tax rate of 22%. Income tax and deferred tax for the comparator period were calculated using the 24% income tax rate under Law 4646/2019 (Government Gazette 201/A/12.12.2019) which applied at that time.

Deferred tax assets and liabilities are offset when there is an applicable legal right to offset the current tax assets against current tax liabilities and when the deferred income tax relates to the same taxation authority.

The deferred tax asset recognised by the Group and the Company can be broken down as follows:

	THE GROUP		THE COMPANY	
	30.6.2021	31.12.2020	30.6.2021	31.12.2020
Opening balance	4,019	3,571	4,019	3,571
Tax on income/equity	(333)	449	(333)	449
Closing balance	3,687	4,019	3,687	4,019

The changes in deferred tax assets and liabilities during the period, without taking into account the offsetting of balances within the same tax authority, are as follows:

	As at 31/12/2020	Credits (Debits) in results	As at 30/06/2021
Deferred tax liabilities			
Adjustment of fixed asset subsidies	(1,531)	174	(1,356)
	(1,531)	174	(1,356)
Deferred tax assets			
Depreciation of tangible assets	3,442	(640)	2,802
De-recognition of depreciation on capital expenditure and adjustment in depreciation for intangible assets	636	(15)	621
Adjustment of value of receivable accounts	653	2	655
Provisions for contingencies - other provisions	186	(27)	159
Personnel dismissal and retirement compensation provision	478	(34)	445
Impact of adopting IFRS 16	155	206	362
	5,550	(507)	5,043
Net deferred tax assets in the statement of financial position	4,019	(333)	3,687

The change in deferred tax was primarily due to the reduction in the tax rate by 2%.

18. EARNINGS PER SHARE

Basic earnings per share were calculated as follows:

	THE GROUP		THE COMPANY	
	1/1-30/06/2021	1/1-30/06/2020	1/1-30/06/2021	1/1-30/06/2020
Net profits payable to the Company's ordinary shareholders	5,935	4,837	5,916	4,814
Average weighted number of shares in circulation	36,300,000	36,300,000	36,300,000	36,300,000
Basic earnings per share (in euro)	0.1635	0.1332	0.1630	0.1326

19. DIVIDENDS

On 1.6.2021 the Company's Ordinary General Meeting of Shareholders approved distribution of a dividend of € 8,095 or € 0.223 (in absolute terms) per share for 2020.

The balance of dividends payable to the Group and Company on 30.6.2021 was € 8,129 (31.12.2020: € 42).

20. TRANSACTIONS WITH RELATED PARTIES

According to the Group, related parties are members of the Board of Directors, members of Management, as well as the shareholders holding a significant percentage of its share capital (including their related persons). Note that the Company's financial statements are included in the consolidated financial statements of Hellenic Corporation of Assets and Participations S.A. (HCAP S.A.). Consequently, the Group considers the entities related to HCAP S.A. to be related parties.

The Group's trading transactions with these related parties presented below were entered into at arm's length and in the context of its usual business activity. Transactions with related parties from the start of the period and the receivables and liabilities balances at the end of the current period which have arisen from transactions with related parties are broken down in the following tables:

	THE GROUP		THE COMPANY	
	1/1-30/06/2021	1/1-30/06/2020	1/1-30/06/2021	1/1-30/06/2020
Income from other related parties consolidated along with HCAP S.A.	77	68	77	68
Expenses to other related parties consolidated along with HCAP S.A.	6,078	5,860	6,078	5,860
Transactions with and fees for Executives and Board Members	495	457	495	457
Transactions with other related parties	-	3	-	3

Transactions with and fees for executives and board members relate to salaries.

Income from other related parties consolidated along with HCAP S.A. relates primarily to water supply and sewerage network service revenues.

Moreover, expenses from other related parties consolidated along with HCAP S.A. relates primarily to the receipt of services. The majority of this relates to electricity costs from PPC and property leases.

	THE GROUP		THE COMPANY	
	30/06/2021	31/12/2020	30/06/2021	31/12/2020
Receivables from subsidiary	-	-	24	24
Receivables from other related parties consolidated along with HCAP S.A.	662	601	662	601
Liabilities to other related parties consolidated along with HCAP S.A.	8,804	2,550	8,804	2,550
Receivables from Management Executives and Board Members	11	12	11	12
Liabilities to Management Executives and Board members	13	4	13	4

The Company's receivable from a subsidiary of € 24 mainly related to receivables in lieu of the approved dividend.

Receivables and liabilities from other related parties consolidated along with HCAP S.A. of € 662 and € 8,804 respectively, related to receivables for income from providing water supply and sewerage services both billed and accrued, and services received and prepaid property rents.

Lastly, liabilities to management executives and board members related to salaries payable.

21. COMMITMENTS FROM CONTINGENT LIABILITIES

21.1 Contingent liabilities from disputes in litigation or arbitration

On 30.6.2021 there were lawsuits, extrajudicial invitations and in general future claims of a total amount of € 45 million (31.12.2020: € 45 million approximately) against the Group, for which a provision of € 2.25 million approximately had been formed, which is included in the long-term liabilities account "Provisions for contingencies and expenses" (see note 13).

Of those lawsuits, the sum of € 9 million relates to compensation for damage done by flooding or actions from various counterparties/suppliers and contractors for breach of contractual terms and € 36 million relates to labour disputes, retirement compensation and fines imposed by insurance funds.

The Company's and Group's legal department estimates that other than the provision formed there will be no other cases whose outcome in court will significantly affect the Company's and Group's asset status and operation.

21.2 Other contingent liabilities

On 30.6.2021 the Group had provided performance bonds for project contracts worth a total of € 514 (31/12/2020: € 511) which primarily related to guarantee letters for the Strategic Planning, Works and Development Division.

21.3 Open tax periods

Tax Compliance Report

For the years 2011 to 2020, the Company and its subsidiary EYATH Services S.A. have undergone a tax audit carried out by certified public accountants, as provided for in Article 82(5) of Law 2238/1994 (for the years 2011 to 2013) and Article 65a of Law 4172/2013 (Income Tax Code) (for the years from 2014 onwards). Upon completion of the tax audit by the certified public accountants for the periods 2011-2019, audit reports were issued with an unqualified opinion for the Company and its subsidiary, while there were no tax liabilities other than those recorded and presented in the separate and consolidated financial statements.

For the year 2020, the Tax Compliance Reports are expected to be provided after the publication of the interim condensed financial statements for the 1.1.2021 - 30.6.2021 period. After the completion of the tax audit, the Management of the Company and the Group does not anticipate any additional tax liabilities that will have a material effect, other than those recorded in the separate and consolidated financial statements.

Open tax periods

Note that based on their judgments in similar cases (see Council of State Judgments No. 1738/2017, 675/2017 and Athens 3-member Administrative Court of Appeal Judgment No. 1490/2016) the administrative courts have ruled that 2014 has been statute-barred for tax purposes (with a 5-year statute-barring period). In light of this, it is clear that audits can only be carried out for the 2015-2020 accounting periods, for which the audit in the context of the annual tax certificate is optional and the 18-month deadlines for carrying out random tax audits have been repealed.

22. NUMBER OF STAFF EMPLOYED

The number of staff employed by the Group and Company at the end of the current period was 326, compared to 361 at the end of the previous period.

23. SEASONALITY OF OPERATIONS

Company revenues are cyclical (with higher water consumption during summer months) meaning that there are major fluctuations from quarter to quarter in turnover and results. Consequently, results per quarter cannot *per se* be indicative of the trend for results which will arise by the end of the period, but are indicative only if compared to the corresponding results for previous periods. During the second half of each year a rise in consumption over the summer is recorded, which bolsters Company turnover compared to the first half of the year.

24. MAJOR EVENTS IN THE PERIOD 1.1.2021 - 30.6.2021

Investment projects

During the first half of 2021 EYATH S.A. put the following works and design contracts out to tender via an open tender procedure:

- Contract entitled “First group of urgent sewerage works 2021”, with a budget of € 3.5 million (plus VAT).
- Contract entitled “First group of urgent water supply works 2021”, with a budget of € 3.0 million (plus VAT).
- Contract entitled “Maintenance of EYATH S.A. facilities in 2021” with a budget of € 900 thousand (plus VAT).
- Contract entitled “Repair of water supply network in the Rizia area of the Thessaloniki Industrial Area” with a budget of € 287.5 thousand (plus VAT).
- Study entitled “Final Design for Tanks D2a and D3a and the New Lime Saturation Sedimentation Tank at the Thessaloniki Water Treatment Plant” with a budget of € 1.4 million (plus VAT).

During the first half of 2021 EYATH S.A. launched a tender procedure to select a contractor for the following water supply and sewerage designs and projects relating to extensions to networks, repair or replacement of pipelines or new projects, etc.:

- Contract entitled “Repair and maintenance of the water supply network in Western Thessaloniki in 2020”, with a budget of € 2 million (plus VAT). The contract was signed on 23.3.2021.
- Contract entitled “Cancellation– Reconnection of water abstraction sites and replacement of water meters within EYATH S.A.'s territorial remit in 2020” with a budget of € 500 thousand (plus VAT). The contract was signed on 14.5.2021.
- Contract entitled “Disposal of waste water in the Neokastro area, southeast of the village of Galini in the Municipality of Oreokastro”, with a budget of € 1.2 million (plus VAT). The contract was signed on 1.6.2021.
- Contract entitled “Upgrade of the EYATH S.A. Management Building at 127 Egnatias St.”, with a budget of € 5 million (plus VAT). The contract was signed on 15.6.2021.
- Contract entitled “Installation of the central control station for the new water supply SCADA” with a budget of € 185 thousand (plus VAT).

- Contract entitled “Construction of an extension to the Thessaloniki Water Treatment Plant - Phase A2” with a budget of € 21.7 million (plus VAT). On 18.3.2021 the Board of Directors of EYATH S.A. issued decision No. 135/2021 awarding the project to the lowest bidding Economic Operator. A review application was filed against the Decision by a participant in the tender procedure. The Authority for the Examination of Review Applications issued a decision on the review application which annulled decision No. 135/2021 of the Board of Directors of EYATH S.A. EYATH S.A. and other participants in the tender procedure submitted applications for suspension of enforcement before the Council of State against the decision of the Authority for the Examination of Review Applications, which were rejected.

During the first half of 2021 the following contracts were signed:

- On 29/01/2021 the 3rd Individual Agreement was signed with a contractual value of € 315,216.64 (VAT excl.) under the Framework Agreement entitled: “Framework Agreement for the provision of Technical Advisor support services for designs and projects under the EYATH S.A. Strategic & Business Plan”, with a budget of € 1.32 million.
- On 17.5.2021 an additional 2nd Individual Agreement was signed for the Master Agreement with the title ‘Framework Agreement to improve - repair the water tanker Aravissos’ with a budget of € 946,914.23 (VAT excl.).

During the first half of 2021 EYATH S.A. commenced the process of restoring operation of tank D5 located in the Municipality of Evosmos above the ring road. In the context of this procedure, companies with specialisation and years of experience in geotechnical surveys and reinforcement of reinforced concrete structures were assigned the task of preparing the following designs:

- “Geotechnical survey and design to improve the foundations of tank D5” with a budget of € 27,500.00 (plus VAT). The contract was signed on 24.5.2021.
- “Provision of Technical Advisor services for repair of damage to the load-bearing structure and reinforcement of foundations of water supply tank D5” with a budget of € 10,500.00 (plus VAT). The contract was signed on 24.5.2021.

The following contracts are currently under way:

- “Operation and Maintenance of the Waste Water Treatment Plant in the Wider Thessaloniki Area”
During December 2020 the tender procedure No. Δ1/2016 for the “Operation and Maintenance of the Thessaloniki Wider Area Waste Water Treatment Plant” ended and a 5-year contract was signed with the contractor for the sum of € 42,087,089 which stated that in addition to more general effective operation, maintenance, sanitary monitoring and overall responsibility of the Thessaloniki Waste Water Treatment Plant, it also included: a) major additional maintenance works / repairs / upgrades / replacement / addition of equipment (additional operational interventions) and b) energy optimisation interventions for the facilities to reduce the Thessaloniki Wastewater Treatment Plant’s energy footprint. It also includes the design, supply, installation and operation of a 1MW photovoltaic park.
- “Works to complete connection of the Thessaloniki low-lying areas”

It consists of 5 individual sub-projects within EYATH S.A.’s territorial remit. The 5 individual sub-projects comprising the overall project are as follows:

- An EYATH pipeline relocation study (alternative solution) under the operation entitled “Construction of the K16 grade-separated interchange at the junction of the PATHE Motorway and the Thessaloniki Inner Ring Road - Phase II”.
- Improvement - Upgrading of the A3 wastewater pumping station and construction of a discharge pipe.

- Improvement - Upgrading of the A4 wastewater pumping station.
- Diversion of wastewater from sewerage collection pipes at Agios Nektarios, Dendropotamos.
- Extension of the sewerage collection pipe at pumping station A3 to Kalohoriou St.

- *“Sewerage works to upgrade pumping stations, discharge pipes, a coastal collection pipeline and the Aeneia Waste Water Treatment Plant central pipe”*

This includes sewerage works to improve - upgrade the A5 wastewater pumping station (at the port) and the A2B pumping station (in the Thessaloniki Industrial Area), to replace a twin discharge sewerage pipe for pumping station A5 at the port, construction of a coastal collection pipe for pumping station B3 and rainwater drainage pipe, upgrades to pumping station A17 at Finikas, and reconstruction of the central sewerage pipeline at the Aeneia Waste Water Treatment Plant (a sub-project which has been completed).

- *“Upgrade of the EYATH S.A. Management building at 127 Egnatias St.”*

This relates to the overall upgrade of EYATH S.A.’s management building. More specifically:

- (a) Improvement of the building’s load-bearing capacity and harmonisation with the applicable regulations (on earthquake protection, reinforced concrete, etc.).
- (b) Energy improvements to the building in line with the specifications in the Building Energy Performance Regulations. Full refurbishment of building façades
- (c) Full reconfiguration of indoor areas in line with new circumstances in terms of staff allocation and the type of uses.
- (d) Adjustment of the building to the applicable provisions of the Building Fire Protection Regulations (Presidential Decree 41/2018, Government Gazette 80/A/7.5.2018).
- (e) Full renovation so that the building can be upgraded to a state-of-the-art high-spec office building. All building and electromechanical elements in the building will be fully removed and rebuilt.
- (f) Preparing a Final Design and implementation design and all manner of supplementary designs and studies for construction of the said projects.

Moreover, the scope of this contract also includes all works or supplies and installation of equipment which are necessary for integrated construction, and flawless and efficient operation of the Project.

- *“Sewage treatment for wastewater in the Neokastro area, southeast of the village of Galini in the Municipality of Oreokastro”*

The technical scope of the contract is to carry out the wastewater sewage treatment project in the Neokastro area, southeast of the village of Galini in the Municipality of Oreokastro.

- *Framework Agreement to reinforce - repair the Aravissos aqueduct - 2nd implementing contract*

The scope of the Framework Agreement includes works to improve and repair the Aravissos aqueduct consisting of 6.0 m long Ø165cm pre-fabricated concrete pipes, which were necessary according to the approved study prepared by Professor Emeritus G. Penelis, due to the finding that over a length of 6 or 6.5 km in the Thessaloniki Industrial Area the aqueduct suffers from sporadic oxidation of the reinforcements on such a scale that certain elements of the pre-stressing reinforcements have been completely worn away.

- *“Maintenance of EYATH S.A. facilities in 2018”*

The project primarily relates to repairs and renovation of EYATH S.A.'s building facilities and the layout and fencing of the grounds. The works to be carried out are scattered across all water supply and sewerage facilities located within EYATH's territorial remit along the length of aqueducts and at water abstraction sites in those areas (tanks, pumping stations, storerooms, workshops, boreholes, etc.).

Under this contract, the reservoirs and grounds around the Aravissos water supply pumping station will also be renovated. The work to be carried out relates to repair and renovation of building facilities in the area and reconstruction of the reservoirs.

- *“First group of urgent water supply works 2019”*

The contract seeks to replace / reinstall water supply pipes and valves, renovate and repair the water supply network, lower and relocate pipes, remove old pipes, build pumping stations, water supply shafts and other works (such as PPC meter posts to implement the new SCADA) using reinforced concrete, technical works in the network area and on external aqueducts and to build extensions and junctions which are necessary to supply water to properties in the city.

- *“First group of urgent water supply works 2018”*

The scope of this contract is to carry out urgent water supply works (replacement of pipes and valves, renovations and repairs to the network, lowering and relocation of pipes, removal of old pipes, construction of technical works in the network and on external aqueducts, etc.), construction of branches - extensions to the water supply network and work to add more - replace valves in areas where EYATH S.A. operates.

- *“First group of urgent sewerage works 2020”*

The contract being put out to tender relates to the carrying out of emergency sewerage works (construction of sections of open or closed pipes, construction of access and water collection shafts, etc.), construction of private branch lines to connect properties to the network of sewers, and construction of extensions to the sewerage network including and involving third parties in the cost of such works.

The subsidiary EYATH SERVICES S.A.

On 31.12.2016 contracts for work entered into by the subsidiary EYATH SERVICES S.A. expired but were extended to 30.6.2017 under Article 46 of Law 4440/2016. All persons engaged under such contracts sought recourse to the courts and obtained an interim order until the final judgment on the petition for injunctive relief is handed down. Athens Single-Member Court of First Instance judgment No. 1353/2018 was handed down on 1.3.2018 which rejected the injunction of the contract staff against the Company and the subsidiary EYATH SERVICES S.A. and since that date those persons have ceased offering their services to the Company. EYATH SERVICES S.A. has not provided any water supply and sewerage services in the period from 1.3.2018 to the present day. Judgment No. 2623/2020 of the Thessaloniki Single-Member Court of First Instance and irrevocable judgment No. 1248/2021 of the Single-Member Court of Appeal rejected the main action which was heard on 2.4.2019 and accepted it on its alternative basis, and obliged the parent company, EYATH S.A., to pay compensation to contract staff.

The Annual Ordinary General Meeting of Shareholders held on 14.7.2021 approved the following items on the agenda:

- Approval of the annual financial statements prepared in accordance with the IFRS, reports from the Board of Directors and the auditor for the accounting period (1.1.2020 to 31.12.2020).
- Approval of overall management of the Board of Directors for the accounting period 1.1.2020 - 31.12.2020 in accordance with Article 108 of Law 4548/2018 and release of auditors from liability in accordance with Article 117(1)(c) of Law 4548/2018.
- Approval of fees paid to the Chairman, CEO, members and secretary of the Board of Directors during 2020 and setting of fees for 2021.
- Selection of Auditing Firm and approval of its fee for statutory audit of the Annual Financial Statements and tax audit for the period 1.1.2021-31.12.2021.
- Amendment of Article 3 of the Articles of Association relating to the company's registered offices.

On 22.7.2021, the Board of Directors issued decision No. 004/21 in which it decided to change the address of the company's head offices from 127 Egnatias St. to the building at 91 Tsimiski St. and to conclude a private agreement relating to concession of areas on the 5th floor of that building by the parent company EYATH S.A.

The line-up of the Board of Directors as specified in Board Decision No. 001/2020 of 30.6.2020 is as follows:

- CHAIRMAN: Agis Papadopoulos, son of Michail, elected on 9.9.2019, whose term in office expires on 9.9.2022.
- CEO: Anthimos Amanatidis, son of Anastasios, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- VICE CHAIRMAN: Sofia Ammanatidou, daughter of Ilias, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- MEMBER: Katerina Tsikaloudaki, daughter of Georgios, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- MEMBER: Parthena Theodoridou, daughter of Antonios, elected on 26.6.2020, whose term in office expires on 26.6.2023.
- MEMBER: Despina Lemonidou, daughter of Iordanis, elected on 9.9.2019, whose term in office expires on 9.9.2022.
- MEMBER: Dimitris Alexandris, son of Georgios, elected on 9.9.2019, whose term in office expires on 9.9.2022.

Recruitment of new staff

In implementation of BoD Decision No. 794/2020, during the first half of 2021 a total of 10 successful candidates in tender notice No. ΣΟΧ1/2020 were recruited as drivers under a fixed-term private law employment contract of 8 months.

Decision No. 204/15-4-2021 of the Board of Directors decided to commence procedures to launch a competition via the Supreme Staff Selection Council (ASEP) to fill fifty (50) posts on the basis of private law open-ended employment contracts, and Board Decision No. 286/27-5-2021 laid down the additional qualifications required for recruitment per category, sector and area of specialisation.

Following completion of the procedures required by the Company, drafting of the competition notice by the Supreme Staff Selection Council (ASEP) is still awaited.

Extraordinary General Meeting of Shareholders

The line-up of the Board of Directors as specified in Board Decision No. 367/2020 of 23.6.2020 is as follows:

- Agis Papadopoulos, son of Michail, Chairman, non-executive member. Elected on 2.8.2019. Term in office ends on: 1.8.2023.
- Anthimos Amanatidis, son of Anastasios, CEO, Executive Member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Grigorios Penelis, son of Georgios, Vice Chairman, independent non-executive member. Elected on 21.2.2019. Term in office ends on: 20.2.2023.
- Theodoros Koulouris, son of Nikiforos, Executive Member. Elected on: 27.8.2019. Term in office ends on: 26.8.2023.
- Nikos Klitou, son of Konstantinos, independent non-executive member, Chairman of the Audit Committee. Elected on 21.2.2019. Term in office ends on: 20.2.2023.
- Georgios Satlas, son of Nikolaos, non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Sofia Ammanatidou, daughter of Ilias (independent) non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Katerina Tsikaloudaki, daughter of Georgios, non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Maria Petala, daughter of Dimitrios, (independent) non-executive member. Elected on 30.4.2020. Term in office ends on: 29.4.2024.
- Georgios Archontopoulos, son of Savvas, employee representative, non-executive member. Elected on 19.6.2020. Term in office ends on: 18.6.2024.
- Ioannis Mitziias, son of Konstantinos, employee representative, non-executive member. Elected on 19.6.2020. Term in office ends on: 18.6.2024.

Annual General Meeting of Shareholders

The Annual Ordinary General Meeting of Shareholders held on 1.6.2021 approved the following items by a majority:

- Approval of the Annual Financial Statements of the Company and the Consolidated Financial Statements of the Group prepared in accordance with International Financial Reporting Standards (IFRS) for 20th accounting period (1.1.2020 - 31.12.2020), the Annual Management Report of the Board of Directors and the Report of the Independent Certified Public Accountants thereon.
- Approval of overall management of the Board of Directors for the accounting period 1.1.2020 - 31.12.2020 in accordance with Article 108 of Law 4548/2018 and release of auditors from liability in accordance with Article 117(1)(c) of Law 4548/2018.
- Approval of distribution of dividends from profits for the 2020 accounting period to Company shareholders.
- Approval of the remuneration and compensation paid to the Board members for the accounting period 1.1.2020 - 31.12.2020, pursuant to the company's remuneration policy and the Report of the Remuneration Committee.
- Selection of Auditing Firm and approval of its fee for the auditing of the Annual Financial Statements, the Report on Review of the Interim Condensed Six-Month Financial Statements and issuing of a Tax Certificate, for the accounting period 1.1.2021 - 31.12.2021.
- Approval of the suitability policy for prospective Board members.
- Approval of the amendments to the Company's Articles of Association.

- Authorising the members of the Board of Directors of the Company and the executives of the Company's Divisions to participate in the Boards of Directors or in the management of other related parties in accordance with IAS 24, and legal persons controlled by them in accordance with IAS 24.

Changes to the Board of Directors

There were no changes to the line-up of the Board of Directors in the period 1.1.2021-30.6.2021.

Coronavirus (COVID-19)

The outbreak of the Covid-19 coronavirus at the start of 2020 and the spread of the pandemic thus far have brought major changes in how global supply and demand fluctuates, making the macroeconomic environment more difficult at both global and local level.

EYATH S.A.'s financial data, after a series of estimates and analyses during the reporting period, only appears to have fluctuated slightly, without there being any major impact from the public health crisis on the Company's business activities and liquidity. Despite that, Management continues to monitor developments carefully so that it can immediately respond to the requirements of the global and domestic environment, based on the major checks and balances it has in place, such as the significant level of cash assets and the general lack of borrowing.

As part of the pandemic public health crisis Greece is undergoing to this day, the role of responsibility of companies like EYATH in managing vital public health infrastructure is crucial for social cohesion. In this context, Company Management has developed a web of actions which have already been implemented in all sectors of its operations.

25. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

There are no events between 30.6.2021 and the date on which the financial statements were approved by the Company's Board of Directors which could materially affect the financial position or the Company's results for the period that ended on this date, or other events which should be disclosed in the financial statements.

Thessaloniki, 23 September 2021

Agis Papadopoulos

Anthimos Amanatidis

Dimitrios Alexandris

Chairman of the Board of
Directors

CEO

CFO

ID Card No. AN 201633

ID Card No. AE 125155

ID Card No. AZ 683204

Econ. Chamber of Greece Licence No.
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